



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 December 2014 Fiscal Report  
**DATE:** January 5, 2015  
**AUTHORIZATION(S):** *Elizabeth R Berlin*

Issues for Approval

The December Fiscal Report is presented for your review, discussion and acceptance. Also attached is a plan adjustment report to reflect a change to the Cultural Education Account revenue projection.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The December Fiscal Report reflects actual expenditures through December 31, 2014 and projected expenditures through the lapse period ending June 30, 2015.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2014-2015 enacted budget. General Fund accounts are in structural balance.

- 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 increased by approximately \$500,000.
- Federal – This report reflects current year plans for two year grant awards.

### Recommendation

I recommend that the Board of Regents accept the December 2014 State Education Department Fiscal Report as presented.

### Timetable for Implementation

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS  
FINANCIAL STATUS AS OF DECEMBER 31, 2014**

*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	25,770,256	25,770,256	17,454,908	8,315,348	25,770,256	0	0	0
Nonpersonal Service	900,000	21,941,744	22,841,744	13,434,393	9,407,351	22,841,744	(900,000)	0	0
Subtotal	900,000	47,712,000	48,612,000	30,889,301	17,722,699	48,612,000	(900,000)	0	0
<b>SPECIAL REVENUE</b>									
All Accounts	Subtotal 27,939,796	160,692,052	188,631,848	112,329,180	53,811,799	166,140,979	(5,448,927) (a)	4,087,963	22,490,869
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	51,765,593	853,843	50,911,750	51,765,593	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	40,726,766	168,117	40,558,649	40,726,766	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	18,495,855	809	18,495,046	18,495,855	N/A	N/A	N/A
Subtotal	N/A	N/A	110,988,214	1,022,769	109,965,445	110,988,214	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	37,809,485	13,669,525	24,139,960	37,809,485	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	28,212,848	5,977,543	22,235,305	28,212,848	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	198,658,746	20,002,323	178,656,423	198,658,746	N/A	N/A	N/A
Subtotal	N/A	N/A	264,681,079	39,649,390	225,031,689	264,681,079	N/A	N/A	N/A
<b>GRAND TOTALS</b>	N/A	N/A	612,913,141	183,890,640	406,531,632	590,422,272	N/A	N/A	N/A

(a) 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 DECEMBER 31, 2014**

*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	667,000	667,000	588,222	78,778	667,000	0	0	0
Nonpersonal Service	900,000	3,539,000	4,439,000	2,777,982	1,661,018	4,439,000	(900,000) (e)	0	0
Subtotal	<u>900,000</u>	<u>4,206,000</u>	<u>5,106,000</u>	<u>3,366,205</u>	<u>1,739,795</u>	<u>5,106,000</u>	<u>(900,000)</u>	<u>0</u>	<u>0</u>
<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	<u>N/A</u>	<u>N/A</u>	<u>96,388,769</u>	<u>0</u>	<u>96,388,769</u>	<u>96,388,769</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,706,700	280,297	1,426,403	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	325,784	300,476	626,260	N/A	N/A	N/A
Subtotal	<u>N/A</u>	<u>N/A</u>	<u>3,588,238</u>	<u>606,082</u>	<u>2,982,156</u>	<u>3,588,238</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<b>SPECIAL REVENUE</b>									
Workers' Compensation	155,001	100,000 (b)	255,001	19,070	80,930	100,000	0	0	155,001
Social Security	0 (a)	422,454	422,454	159,592	262,862	422,454	0	0	0
Proprietary - Supervision	2,637,496	3,500,000 (c)	6,137,496	2,919,808	857,214	3,777,022	(277,022) (e)	159,768	2,360,474 (f)
Proprietary - Tuition Reimbursement	3,139,152	432,310 (d)	3,571,462	163,845	286,155	450,000	(17,690) (e)	182,310	3,121,462 (g)
High School Equivalency (GED)	525,594	200,000	725,594	89,270	564,305	653,575	(453,575) (e)	(453,575) (e)	72,019

(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) Some funds are earmarked for future technology enhancements.

(g) 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, 2014**  
*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>SPECIAL REVENUE</b>									
Office of the Professions	10,521,693	49,000,000 (a)	59,521,693	32,902,885	14,060,731	46,963,616	2,036,384	3,864,634	12,558,077
E-Licensing Project	8,400,000	0	8,400,000	240,005	3,819,995	4,060,000	(4,060,000)	0	4,340,000

(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, 2014**

*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	2,325,256	2,325,256	1,935,398	389,858	2,325,256	0	0	0
Nonpersonal Service	0	335,355	335,355	223,758	111,597	335,355	0	0	0
Tenured Teacher Hearings NPS	0	5,500,389	5,500,389	4,145,064	1,355,325	5,500,389	0	0	0
Subtotal	0	8,161,000	8,161,000	6,304,220	1,856,780	8,161,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	910,326	83,527	826,799	910,326	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	273,388	0	273,388	273,388	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	338,385	0	338,385	338,385	N/A	N/A	N/A
Subtotal	N/A	N/A	1,522,099	83,527	1,438,572	1,522,099	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Office of Teacher Certification	1,226,896	7,200,000 (a)	8,426,896	4,552,049	2,555,762	7,107,811	92,189	370,464	1,319,085
Regents Accreditation of Teacher Education	9,583	0	9,583	0	9,583	9,583	(9,583) (b)	(9,583) (b)	(0)

(a) A sweep of \$861,000 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.

**OFFICE OF P-12**  
**FINANCIAL STATUS AS OF DECEMBER 31, 2014**  
*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	16,001,000	16,001,000	11,207,564	4,793,436	16,001,000	0	0	0
Nonpersonal Service	0	10,010,000	10,010,000	4,918,011	5,091,989	10,010,000	0	0	0
Subtotal	0	26,011,000	26,011,000	16,125,575	9,885,425	26,011,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,130,657	378,219	2,752,438	3,130,657	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,321,560	168,117	2,153,443	2,321,560	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,598,078	809	3,597,269	3,598,078	N/A	N/A	N/A
Subtotal	N/A	N/A	9,050,295	547,145	8,503,150	9,050,295	N/A	N/A	N/A
<i>July-June Programs (a)</i>									
Personal Service	N/A	N/A	30,011,671	11,319,966	18,691,705	30,011,671	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	26,684,182	5,977,543	20,706,639	26,684,182	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	197,346,601	19,652,444	177,694,157	197,346,601	N/A	N/A	N/A
Subtotal	N/A	N/A	254,042,454	36,949,954	217,092,500	254,042,454	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
State School for the Blind at Batavia	0 (b)	9,667,422	9,667,422	7,327,939	2,339,483	9,667,422	0	0	0
State School for the Deaf at Rome	0 (b)	9,323,738	9,323,738	6,027,503	3,296,236	9,323,738	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 DECEMBER 31, 2014**

*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	388,000	388,000	259,502	128,498	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	142,513	162,487	305,000	0	0	0
Subtotal	0	693,000	693,000	402,015	290,985	693,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,750,000	475,624	2,274,376	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	475,624	5,073,526	5,549,150	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Cultural Education Account									
Office of Cultural Education-Operations	(3,854,222)	30,200,000	26,345,778	18,655,054	12,117,987	30,773,041	(573,041)	(493,063)	(4,427,263)
Local Government Records									
Management Improvement Fund	0 (a)	3,548,363 (b)	3,548,363	2,505,256	1,043,107	3,548,363	0	0	0
Records Management Program	219,936	2,041,214	2,261,150	1,384,640	790,271	2,174,911	(133,697) (d)	0	86,239
Cultural Resource Survey Account	0 (c)	8,149,641	8,149,641	3,440,111	4,709,530	8,149,641	0	0	0
Education Museum Account	115,009	842,051	957,060	475,394	447,578	922,972	(80,921) (d)	7,074	34,088
Education Archives Account	55,324	19,000	74,324	11,700	23,800	35,500	(16,500) (d)	3,500	38,824
Education Library Account	91,207	50,000	141,207	16,554	43,385	59,939	(9,939) (d)	2,001	81,268
Grants and Bequests	135,941	0	135,941	49,619	31,346	80,965	(80,965) (d)	0	54,976
Archives Partnership Trust	108,033 (e)	620,526	728,559	383,217	237,309	620,526	0	0	108,033
Summer School for the Arts	318,277	675,333	993,610	881,371	59,863	941,234	(265,901) (d)	13,099	52,376

(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, 2014**

*For State Fiscal Year 2014-15*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 12/31/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	6,389,000	6,389,000	3,464,222	2,924,778	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	1,227,065	1,024,935	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	4,691,287	3,949,713	8,641,000	0	0	0
<b>SPECIAL REVENUE</b>									
Cost Recovery Account	2,480,544	18,200,000	20,680,544	16,048,204	2,711,205	18,759,409	(559,409) (a)	440,591	1,921,135
Automation and Printing (IT)	1,654,332	16,500,000	18,154,332	14,076,095	3,463,162	17,539,257	(1,039,257) (a)	743	615,075
Subtotal	4,134,876	34,700,000	38,834,876	30,124,299	6,174,367	36,298,666	(1,598,666)	441,334	2,536,210
State Operations Total:	4,134,876	43,341,000	47,475,876	34,815,586	10,124,080	44,939,666	(1,598,666)	441,334	2,536,210
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	1,985,735	3,195,053	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	24,094	323,406	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	2,009,828	3,518,460	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.

**SED PLAN ADJUSTMENT REPORT**  
**December 31, 2014**

	<u>Initial Projection</u>	<u>Revised Projection</u>	<u>Difference</u>	<u>Explanation</u>
<b>SPECIAL REVENUE FUNDS</b>				
<u>Office of Cultural Education</u>				
Cultural Education Account - 2014-15 Projected Revenue	\$31,100,000	\$30,200,000	(\$900,000)	Adjustment to reflect decreased revenue in the Cultural Education Account.
		Total Changes	(\$900,000)	