



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
SUBJECT: State Education Department November 2014 Fiscal Report
DATE: December 8, 2014

AUTHORIZATION(S):

John B. Juron

Issues for Approval

The November Fiscal Report is presented for your review, discussion and acceptance. Also attached is a plan adjustment report to reflect the receipt, allocation and projected spending of the October to September 2014-15 federal grant awards.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The November Fiscal Report reflects actual expenditures through November 30, 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 reduced by approximately \$400,000.
- Federal – This report reflects current year plans for two year grant awards.

Recommendation

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

Timetable for Implementation

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF NOVEMBER 30, 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 11/30/14 | 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 | |
| GENERAL FUND | | | | | | | | | | |
| Personal Service | 0 | 25,770,256 | 25,770,256 | 15,413,976 | 10,356,280 | 25,770,256 | 0 | 0 | 0 | |
| Nonpersonal Service | 900,000 | 21,941,744 | 22,841,744 | 9,421,497 | 13,420,247 | 22,841,744 | (900,000) | 0 | 0 | |
| Subtotal | 900,000 | 47,712,000 | 48,612,000 | 24,835,472 | 23,776,528 | 48,612,000 | (900,000) | 0 | 0 | |
| SPECIAL REVENUE | | | | | | | | | | |
| All Accounts | Subtotal | 27,939,796 | 161,592,052 | 189,531,848 | 97,373,778 | 68,767,201 | 166,140,979 | (4,548,927) (a) | 4,987,963 | 23,390,869 |
| FEDERAL FUNDS | | | | | | | | | | |
| <i>October-September Programs</i> | | | | | | | | | | |
| Personal Service | N/A | N/A | 51,765,593 | 2,719,945 | 49,045,648 | 51,765,593 | N/A | N/A | N/A | |
| Fringe/Indirect Costs | N/A | N/A | 40,726,766 | 1,356,667 | 39,370,099 | 40,726,766 | N/A | N/A | N/A | |
| Nonpersonal Service | N/A | N/A | 18,495,855 | 297,959 | 18,197,896 | 18,495,855 | N/A | N/A | N/A | |
| Subtotal | N/A | N/A | 110,988,214 | 4,374,571 | 106,613,643 | 110,988,214 | N/A | N/A | N/A | |
| <i>July-June Programs</i> | | | | | | | | | | |
| Personal Service | N/A | N/A | 37,809,485 | 10,275,716 | 27,533,769 | 37,809,485 | N/A | N/A | N/A | |
| Fringe/Indirect Costs | N/A | N/A | 28,212,848 | 2,177,204 | 26,455,076 | 28,212,848 | N/A | N/A | N/A | |
| Nonpersonal Service | N/A | N/A | 198,658,746 | 17,589,142 | 181,069,604 | 198,658,746 | N/A | N/A | N/A | |
| Subtotal | N/A | N/A | 264,681,079 | 30,042,063 | 235,058,448 | 264,681,079 | N/A | N/A | N/A | |
| GRAND TOTALS | | | | | | | | | | |
| | N/A | N/A | 613,813,141 | 156,625,885 | 434,215,819 | 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 NOVEMBER 30, 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 11/30/14 | 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 |
| GENERAL FUND | | | | | | | | | |
| Personal Service | 0 | 667,000 | 667,000 | 445,034 | 221,966 | 667,000 | 0 | 0 | 0 |
| Nonpersonal Service | 900,000 | 3,539,000 | 4,439,000 | 2,706,042 | 1,732,958 | 4,439,000 | (900,000) (e) | 0 | 0 |
| Subtotal | 900,000 | 4,206,000 | 5,106,000 | 3,151,076 | 1,954,924 | 5,106,000 | (900,000) | 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 | 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 | 167,623 | 1,539,077 | 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 | 197,434 | 428,826 | 626,260 | N/A | N/A | N/A |
| Subtotal | N/A | N/A | 3,588,238 | 365,057 | 3,223,181 | 3,588,238 | N/A | N/A | N/A |
| SPECIAL REVENUE | | | | | | | | | |
| 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 | 88,807 | 333,647 | 422,454 | 0 | 0 | 0 |
| Proprietary - Supervision | 2,637,496 | 3,500,000 (c) | 6,137,496 | 2,476,760 | 1,300,262 | 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 | 77,995 | 575,580 | 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 NOVEMBER 30, 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 11/30/14 | 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 |
| SPECIAL REVENUE | | | | | | | | | |
| Office of the Professions | 10,521,693 | 49,000,000 (a) | 59,521,693 | 28,641,582 | 18,322,034 | 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 NOVEMBER 30, 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 11/30/14 | 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 |
| GENERAL FUND | | | | | | | | | |
| Personal Service | 0 | 2,325,256 | 2,325,256 | 1,633,652 | 691,605 | 2,325,256 | 0 | 0 | 0 |
| Nonpersonal Service | 0 | 335,355 | 335,355 | 186,234 | 149,121 | 335,355 | 0 | 0 | 0 |
| Tenured Teacher Hearings NPS | 0 | 5,500,389 | 5,500,389 | 3,405,837 | 2,094,552 | 5,500,389 | 0 | 0 | 0 |
| Subtotal | 0 | 8,161,000 | 8,161,000 | 5,225,722 | 2,935,278 | 8,161,000 | 0 | 0 | 0 |
| FEDERAL FUNDS | | | | | | | | | |
| <i>July-June Programs</i> | | | | | | | | | |
| Personal Service | N/A | N/A | 910,326 | 66,880 | 843,446 | 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 | 66,880 | 1,455,219 | 1,522,099 | N/A | N/A | N/A |
| SPECIAL REVENUE | | | | | | | | | |
| Office of Teacher Certification | 1,226,896 | 7,200,000 (a) | 8,426,896 | 3,789,444 | 3,318,367 | 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 NOVEMBER 30, 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 11/30/14 | 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 |
| GENERAL FUND | | | | | | | | | |
| Personal Service | 0 | 16,001,000 | 16,001,000 | 10,057,567 | 5,943,433 | 16,001,000 | 0 | 0 | 0 |
| Nonpersonal Service | 0 | 10,010,000 | 10,010,000 | 1,882,067 | 8,127,933 | 10,010,000 | 0 | 0 | 0 |
| Subtotal | 0 | 26,011,000 | 26,011,000 | 11,939,634 | 14,071,367 | 26,011,000 | 0 | 0 | 0 |
| FEDERAL FUNDS | | | | | | | | | |
| <i>October-September Programs</i> | | | | | | | | | |
| Personal Service | N/A | N/A | 3,130,657 | 84,580 | 3,046,077 | 3,130,657 | N/A | N/A | N/A |
| Fringe/Indirect Costs | N/A | N/A | 2,321,560 | 0 | 2,321,560 | 2,321,560 | N/A | N/A | N/A |
| Nonpersonal Service | N/A | N/A | 3,598,078 | 0 | 3,598,078 | 3,598,078 | N/A | N/A | N/A |
| Subtotal | N/A | N/A | 9,050,295 | 84,580 | 8,965,715 | 9,050,295 | N/A | N/A | N/A |
| <i>July-June Programs (a)</i> | | | | | | | | | |
| Personal Service | N/A | N/A | 30,011,671 | 8,694,466 | 21,317,205 | 30,011,671 | N/A | N/A | N/A |
| Fringe/Indirect Costs | N/A | N/A | 26,684,182 | 2,177,204 | 24,926,410 | 26,684,182 | N/A | N/A | N/A |
| Nonpersonal Service | N/A | N/A | 197,346,601 | 17,371,177 | 179,975,424 | 197,346,601 | N/A | N/A | N/A |
| Subtotal | N/A | N/A | 254,042,454 | 28,242,847 | 226,219,039 | 254,042,454 | N/A | N/A | N/A |
| SPECIAL REVENUE | | | | | | | | | |
| State School for the Blind at Batavia | 0 (b) | 9,667,422 | 9,667,422 | 6,834,842 | 2,832,580 | 9,667,422 | 0 | 0 | 0 |
| State School for the Deaf at Rome | 0 (b) | 9,323,738 | 9,323,738 | 5,638,653 | 3,685,085 | 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 NOVEMBER 30, 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 11/30/14 | 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 |
| GENERAL FUND | | | | | | | | | |
| Personal Service | 0 | 388,000 | 388,000 | 221,195 | 166,805 | 388,000 | 0 | 0 | 0 |
| Nonpersonal Service | 0 | 305,000 | 305,000 | 119,575 | 185,425 | 305,000 | 0 | 0 | 0 |
| Subtotal | 0 | 693,000 | 693,000 | 340,770 | 352,230 | 693,000 | 0 | 0 | 0 |
| FEDERAL FUNDS | | | | | | | | | |
| <i>October-September Programs</i> | | | | | | | | | |
| Personal Service | N/A | N/A | 2,750,000 | 2,635,365 | 114,635 | 2,750,000 | N/A | N/A | N/A |
| Fringe/Indirect Costs | N/A | N/A | 1,899,150 | 1,356,667 | 542,483 | 1,899,150 | N/A | N/A | N/A |
| Nonpersonal Service | N/A | N/A | 900,000 | 297,959 | 602,041 | 900,000 | N/A | N/A | N/A |
| Subtotal | N/A | N/A | 5,549,150 | 4,289,991 | 1,259,159 | 5,549,150 | N/A | N/A | N/A |
| SPECIAL REVENUE | | | | | | | | | |
| Cultural Education Account | | | | | | | | | |
| Office of Cultural Education-Operations | (3,854,222) | 31,100,000 | 27,245,778 | 14,502,995 | 16,270,046 | 30,773,041 | 326,959 | 406,937 | (3,527,263) |
| Local Government Records | | | | | | | | | |
| Management Improvement Fund | 0 (a) | 3,548,363 (b) | 3,548,363 | 1,913,058 | 1,635,305 | 3,548,363 | 0 | 0 | 0 |
| Records Management Program | 219,936 | 2,041,214 | 2,261,150 | 1,052,220 | 1,122,691 | 2,174,911 | (133,697) (d) | 0 | 86,239 |
| Cultural Resource Survey Account | 0 (c) | 8,149,641 | 8,149,641 | 2,884,648 | 5,264,993 | 8,149,641 | 0 | 0 | 0 |
| Education Museum Account | 115,009 | 842,051 | 957,060 | 407,489 | 515,483 | 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 | 12,295 | 47,644 | 59,939 | (9,939) (d) | 2,001 | 81,268 |
| Grants and Bequests | 135,941 | 0 | 135,941 | 21,852 | 59,113 | 80,965 | (80,965) (d) | 0 | 54,976 |
| Archives Partnership Trust | 108,033 (e) | 620,526 | 728,559 | 282,387 | 338,139 | 620,526 | 0 | 0 | 108,033 |
| Summer School for the Arts | 318,277 | 675,333 | 993,610 | 849,717 | 91,517 | 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 NOVEMBER 30, 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 11/30/14 | 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 |
| GENERAL FUND | | | | | | | | | |
| Personal Service | 0 | 6,389,000 | 6,389,000 | 3,056,529 | 3,332,471 | 6,389,000 | 0 | 0 | 0 |
| Nonpersonal Service | 0 | 2,252,000 | 2,252,000 | 1,121,742 | 1,130,258 | 2,252,000 | 0 | 0 | 0 |
| Subtotal | 0 | 8,641,000 | 8,641,000 | 4,178,271 | 4,462,729 | 8,641,000 | 0 | 0 | 0 |
| SPECIAL REVENUE | | | | | | | | | |
| Cost Recovery Account | 2,480,544 | 18,200,000 | 20,680,544 | 14,463,980 | 4,295,429 | 18,759,409 | (559,409) (a) | 440,591 | 1,921,135 |
| Automation and Printing (IT) | 1,654,332 | 16,500,000 | 18,154,332 | 13,000,435 | 4,538,822 | 17,539,257 | (1,039,257) (a) | 743 | 615,075 |
| Subtotal | 4,134,876 | 34,700,000 | 38,834,876 | 27,464,415 | 8,834,251 | 36,298,666 | (1,598,666) | 441,334 | 2,536,210 |
| State Operations Total: | 4,134,876 | 43,341,000 | 47,475,876 | 31,642,686 | 13,296,980 | 44,939,666 | (1,598,666) | 441,334 | 2,536,210 |
| FEDERAL FUNDS | | | | | | | | | |
| <i>July-June Programs</i> | | | | | | | | | |
| Personal Service | N/A | N/A | 5,180,788 | 1,346,748 | 3,834,040 | 5,180,788 | N/A | N/A | N/A |
| Nonpersonal Service | N/A | N/A | 347,500 | 20,531 | 326,969 | 347,500 | N/A | N/A | N/A |
| Subtotal | N/A | N/A | 5,528,288 | 1,367,279 | 4,161,009 | 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
November 30, 2014

| | <u>Initial Projection</u> | <u>Revised Projection</u> | <u>Difference</u> | <u>Explanation</u> |
|--|-------------------------------|-------------------------------|-------------------|--|
| FEDERAL FUNDS | | | | |
| <u>Office of P-12 Education</u> | | | | |
| Federal October-September Programs - Projected Revenue & Total Expenditures Actual and Projected | \$10,723,158 | \$9,050,295 | (\$1,672,863) | Revenue and Expenditures were decreased to reflect the receipt and allocation of the 2014-2015 Federal grant awards, and to reflect the end of the Healthy Hunger Free Kids Child Nutrition grant. |
| | | Total Changes | (\$1,672,863) | |