



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: Valerie Grey *Val Grey*
SUBJECT: State Education Department January 2011 Fiscal Report
DATE: February 2, 2011
AUTHORIZATION(S): *[Signature]*
Executive Summary

Issues for Approval

The January Fiscal Report is presented for your review, discussion and acceptance. As stated in the October and November Fiscal Reports, the Department was assigned a General and Special Revenue Fund reduction of \$4.9 million, which it is achieving through workforce reductions, the withholding of the April 1, 2010 M/C general salary increase and fund sweeps.

There is no plan adjustment report this month.

Reason(s) for Consideration

Update on Department State Operations expenditure and revenue projections.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The January report reflects actual expenditures through January 31, 2011 and projected expenditures through the lapse period ending June 30, 2011.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Our General Fund accounts are in structural balance with the exception of the Tenured Teacher Hearing, which is projected to have a cumulative deficit of \$5.3 million by the end of the current State fiscal year. Hearing officers, who hadn't been paid since July 2009, were paid \$1.6 million in December 2010. They are still owed \$4.7 million but because the current year appropriation is fully spent or encumbered, they can not be paid again until the 2011-12 appropriation becomes available.
- Special Revenue – Our revenue accounts are in structural balance, allowing for normal reimbursement delays and the planned use of prior year balances, with the following exceptions:
 - The CE account is not in structural balance due to insufficient revenues to cover its expenses and the expenses of the other agencies and programs it supports including the Summer Schools for the Arts program.
 - The Summer Schools for the Arts account is not in structural balance because tuition revenue and the transfer of \$500,000 from the CE account are not sufficient to cover the entire cost of the program. The General Fund appropriation will pay the remaining cost of \$135,000.
 - After expending prior year funds, the Archives Partnership Trust (APT) will use sufficient revenue from the APT endowment, pursuant to Chapter 399 of the Laws of 1998, to maintain structural balance.
- Federal Accounts – This report reflects current year activity for two year grant awards.

Our Budget Coordination staff and I will continue to closely monitor each of these accounts and work with program office fiscal staff and the Deputies to achieve structural balance. The 2011-12 Regents Budget Priorities include General Fund support to resolve the structural imbalances in the Tenured Teacher Hearing and Summer Schools for the Arts accounts, revenue enhancements to resolve the structural imbalance in the CE Account, and additional funding needed to correct the shortfalls expected in the GED and Assessment Accounts. In addition, legislation prepared by Counsel's Office to reduce the fiscal burden of Tenured Teacher Hearings by limiting the Department's liability to the annual appropriation was shared with the Budget Division.

Recommendation

I recommend that the Board of Regents accept the January 2011 State Education Department Fiscal Report as presented.

Timetable for Implementation

N/A

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF JANUARY 31, 2011
For State Fiscal Year 2010-11

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/10	2010-2011 Projected Revenue	Cumulative Projected Revenue 2010-2011	Actual Expenditures Through 1/31/11	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2010-2011 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/11	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	23,451,100 (a)	23,451,100	19,327,150	4,123,950	23,451,100 (a)	0	0	0
Nonpersonal Service	0	15,697,900	15,697,900	6,026,144	14,969,310	20,995,454	(5,297,554) (b)	(5,297,554)	(5,297,554)
Other Retirement Systems	0	1,631,000	1,631,000	1,438,894	192,106	1,631,000	0	0	0
Subtotal	0	40,780,000	40,780,000	26,792,188	19,285,366	46,077,554	(5,297,554) (b)	(5,297,554)	(5,297,554)
SPECIAL REVENUE									
All Accounts	13,372,155	169,178,410	182,550,565	114,949,320	59,469,184	174,418,504 (a)	(5,240,094) (c)	(683,086)	8,132,061
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	50,686,432	4,181,317	46,505,115	50,686,432	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	19,159,746	888,896	18,270,850	19,159,746	N/A	N/A	N/A
Mandated Costs	N/A	N/A	40,882,750	15,216	40,867,534	40,882,750	N/A	N/A	N/A
Subtotal	N/A	N/A	110,728,928	5,085,429	105,643,499	110,728,928	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	31,353,424	12,983,055	18,370,369	31,353,424	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	58,176,083	4,026,371	54,149,712	58,176,083	N/A	N/A	N/A
Mandated Costs	N/A	N/A	22,742,675	2,577,013	20,165,662	22,742,675	N/A	N/A	N/A
Subtotal	N/A	N/A	112,272,182	19,586,439	92,685,743	112,272,182	N/A	N/A	N/A
GRAND TOTALS									
	N/A	N/A	446,331,675	166,413,376	277,083,792	443,497,168	N/A	N/A	N/A

(a) Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
(b) This structural imbalance is the result of continued underfunding for the Tenured Teacher Hearing program.
(c) 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 JANUARY 31, 2011
For State Fiscal Year 2010-11

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Available Funds on 4/1/10	2010-2011 Projected Revenue	Cumulative Projected Revenue 2010-2011	Actual Expenditures Through 1/31/11	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2010-2011 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/11	Cumulative Projected Balance at Program Period End
GENERAL FUND								
Personal Service	0	759,365	683,815	75,550	759,365	0	0	0
Nonpersonal Service	0	1,640,635	763,068	877,567	1,640,635	0	0	0
Subtotal	0	2,400,000	1,446,883	953,117	2,400,000	0	0	0
FEDERAL FUNDS								
<i>October-September Programs (b)</i>								
Personal Service	N/A	45,000,000	3,456,108	41,543,892	45,000,000	N/A	N/A	N/A
Nonpersonal Service	N/A	14,000,000	811,412	13,188,588	14,000,000	N/A	N/A	N/A
Mandated Costs	N/A	37,100,000	0	37,100,000	37,100,000	N/A	N/A	N/A
Subtotal	N/A	96,100,000	4,267,520	91,832,480	96,100,000	N/A	N/A	N/A
<i>July-June Programs</i>								
Personal Service	N/A	1,233,193	539,870	693,323	1,233,193	N/A	N/A	N/A
Nonpersonal Service	N/A	2,493,812	193,014	2,300,798	2,493,812	N/A	N/A	N/A
Mandated Costs	N/A	755,823	0	755,823	755,823	N/A	N/A	N/A
Subtotal	N/A	4,482,828	732,884	3,749,944	4,482,828	N/A	N/A	N/A
SPECIAL REVENUE								
Workers' Compensation	143,677	243,677	5,775	64,225	70,000	30,000	30,000	173,677
Social Security	0 (a)	340,000	284,629	55,371	340,000	0	0	0
Proprietary - Supervision	2,209,683	3,000,000 (i)	2,087,635	1,836,562	3,924,197	(924,197) (c)	75,803	1,285,486 (d)
Proprietary - Tuition Reimbursement	2,007,361	375,000 (k)	70,016	179,984	250,000	125,000	125,000	2,132,361 (e)
High School Equivalency (GED)	839,553	225,000 (l)	112,503	542,497	655,000	(430,000) (f)	(430,000) (g)	409,553 (h)

(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) The Vocational Rehabilitation Program has received an additional \$22 million in realignment funds that will assist the program in maintaining operations and filling critical vacancies.

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

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

(e) Funds are earmarked to provide financial protection for students who attend licensed proprietary schools in the event of a school closing.

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

(g) The structural imbalance is the result of the use of carryover funds to meet current year operating costs for the program.

(h) The balance at the end of the program period and requested funding of \$700,000 will be used in 2011-12 to compensate for the loss of one-time 2010-11 Education Assessment Account funding of \$1.0 million.

(i) A sweep of \$18,000 is anticipated against this account in order to meet the \$4.9 million reduction. Additionally, a recurring sweep from the prior year is anticipated.

(j) A sweep of \$150,000 is anticipated against this account in order to meet the \$4.9 million reduction. Additionally, a recurring sweep from the prior year is anticipated.

(k) A recurring sweep from the prior year is anticipated.

(l) A recurring sweep from the prior year is anticipated.

PROFESSIONS
FINANCIAL STATUS AS OF JANUARY 31, 2011
For State Fiscal Year 2010-11

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Available Funds on 4/1/10	2010-2011 Projected Revenue	Cumulative Projected Revenue 2010-2011	Actual Expenditures Through 1/31/11	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2010-2011 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/11	Cumulative Projected Balance at Program Period End
4,346,926	45,452,322	49,799,248	28,821,806	16,264,942	45,086,748	365,574	2,805,574	4,712,500

SPECIAL REVENUE
Office of the Professions (a)

(a) Includes the foreign and out-of-state medical school evaluation program.

(b) Reflects transfer of \$3.5 million to the Education Assessment Account. A sweep of \$250,000 is anticipated against this account in order to meet the \$4.9 million reduction. Additionally, a recurring sweep from the prior year is anticipated.

HIGHER EDUCATION
FINANCIAL STATUS AS OF JANUARY 31, 2011
For State Fiscal Year 2010-11

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/10	2010-2011 Projected Revenue	Cumulative Projected Revenue 2010-2011	Actual Expenditures Through 1/31/11	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2010-2011 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/11	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	3,016,100 (a)	3,016,100	2,526,196	489,904	3,016,100 (a)	0	0	0
Nonpersonal Service	0	517,800	517,800	248,688	269,112	517,800	0	0	0
Tenured Teacher Hearings NPS	0	3,653,100	3,653,100	1,998,683	6,951,971	8,950,654	(5,297,554)	(5,297,554)	(5,297,554)
Subtotal	0	7,187,000	7,187,000	4,773,567	7,710,987	12,484,554	(5,297,554)	(5,297,554)	(5,297,554)
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,147,304	450,465	696,839	1,147,304	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	358,414	1,008	357,406	358,414	N/A	N/A	N/A
Mandated Costs	N/A	N/A	398,044	72,900	325,144	398,044	N/A	N/A	N/A
Subtotal	N/A	N/A	1,903,762	524,373	1,379,389	1,903,762	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	2,845,903	6,500,000 (c)	9,345,903	4,730,832	1,524,483	6,255,315	244,685	244,685	3,090,588
Regents Accreditation of Teacher Education	70,017	85,735 (d)	155,752	3,791	47,599	51,390	34,345	34,345	104,362

(a) Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
(b) This structural imbalance is the result of continued underfunding for the Tenured Teacher Hearing program which is beyond the Department's control.
(c) A sweep of \$648,000 is anticipated against this account in order to meet the \$4.9 million reduction. Additionally, a recurring sweep from the prior year is anticipated.
(d) A sweep of \$14,000 is anticipated against this account in order to meet the \$4.9 million reduction. Additionally, a recurring sweep from the prior year is anticipated.

OFFICE OF P-12
FINANCIAL STATUS AS OF JANUARY 31, 2011
For State Fiscal Year 2010-11

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/10	2010-2011 Projected Revenue	Cumulative Projected Revenue 2010-2011	Actual Expenditures Through 1/31/11	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2010-2011 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/11	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	12,545,635 (a)	12,545,635	10,126,497	2,419,138	12,545,635 (a)	0	0	0
Nonpersonal Service	0	7,005,365	7,005,365	2,197,815	4,807,550	7,005,365	0	0	0
Subtotal	0	19,551,000	19,551,000	12,324,312	7,226,688	19,551,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,349,094	637,880	1,711,214	2,349,094	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	4,018,506	64,259	3,954,247	4,018,506	N/A	N/A	N/A
Mandated Costs	N/A	N/A	1,627,780	14,114	1,613,666	1,627,780	N/A	N/A	N/A
Subtotal	N/A	N/A	7,995,380	716,253	7,279,127	7,995,380	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	24,374,696	10,182,937	14,191,759	24,374,696	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	54,991,357	3,765,469	51,225,888	54,991,357	N/A	N/A	N/A
Mandated Costs	N/A	N/A	21,588,808	2,504,113	19,084,695	21,588,808	N/A	N/A	N/A
Subtotal	N/A	N/A	100,954,861	16,452,520	84,502,341	100,954,861	N/A	N/A	N/A
SPECIAL REVENUE									
Summer School for the Arts	355,422	1,116,035 (b)	1,471,457	546,115	1,060,342	1,606,457	(490,422) (c)	(350,761) (d)	(135,000) (e)
Education Assessment	0	3,500,000 (f)	3,500,000	247,646	3,252,354	3,500,000	0	0	0
State School for the Blind at Batavia	0 (g)	10,020,000	10,020,000	6,457,704	3,562,296	10,020,000	0	0	0
State School for the Deaf at Rome	0 (g)	9,641,000	9,641,000	5,719,633	3,921,367	9,641,000	0	0	0

(a) Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
(b) Includes a \$500,000 transfer from the Cultural Education Account.
(c) This imbalance is the result of normal cash flow and the use of prior year funds to meet current year one-time obligations.
(d) The structural imbalance is the result of the use of carryover funds to meet current year operating costs for the program.
(e) General Funds will be redirected to cover this shortfall.
(f) Funds transferred from the Office of Professions Account.
(g) 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 JANUARY 31, 2011
For State Fiscal Year 2010-11

	(1) Available Funds on 4/1/10	(2) 2010-2011 Projected Revenue	(3) Cumulative Projected Revenue 2010-2011	(4) Actual Expenditures Through 1/31/11	(5) Projected Expenditures to Program Period End	(6) Total Expenditures Actual and Projected	(7) 2010-2011 Projected Revenue vs. Expenditures	(8) Projected Structural Balance at 3/31/11	(9) Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	407,000 (a)	407,000	383,209	23,791	407,000 (a)	0	0	0
Nonpersonal Service	0	160,000	160,000	4,134	155,866	160,000	0	0	0
Subtotal	0	567,000	567,000	387,343	179,657	567,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,337,338	87,329	3,250,009	3,337,338	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	1,141,240	13,225	1,128,015	1,141,240	N/A	N/A	N/A
Mandated Costs	N/A	N/A	2,154,970	1,102	2,153,868	2,154,970	N/A	N/A	N/A
Subtotal	N/A	N/A	6,633,548	101,656	6,531,892	6,633,548	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(8,117,218)	28,750,000	20,632,782	22,740,796	8,137,986	30,878,782 (a)	(2,128,782)	(10,246,000)	
Transfers and Other Agency Support (b)	0	0	0	1,787,439	1,302,561	3,090,000	(3,090,000)	(3,090,000)	
Total - Cultural Education Account	(8,117,218)	28,750,000	20,632,782	24,528,235	9,440,547	33,968,782 (c)	(5,218,782)	(13,336,000)	
Local Government Records									
Management Improvement Fund	0 (d)	4,152,296 (i)	4,152,296	3,172,140	938,156	4,110,296 (a)	42,000	42,000	
Records Management Program	936,396	1,716,759	2,653,155	998,218	504,466	1,502,684	214,075	1,150,471	
Cultural Resource Survey Account	0 (e)	10,115,654	10,115,654	4,382,947	5,732,707	10,115,654	0	0	
Education Museum Account	100,173	3,322,000	3,422,173	776,302	2,545,698	3,322,000	0	100,173	
Education Archives Account	217,710	15,000	232,710	46,256	25,117	71,373	(56,373) (f)	161,337	
Education Library Account	139,782	65,000	204,782	63,713	1,287	65,000	0	139,782	
Grants and Bequests	763,184	496,609	1,259,793	338,205	167,769	505,974	(9,365)	753,819	
Archives Partnership Trust	143,893 (g)	690,000 (h)	833,893	416,660	186,277	603,137	86,863	230,756	

(a) Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
(b) Reflects \$500,000 for the Summer School for the Arts Program and \$2,590,000 for the Empire State Performing Arts Center program and the New York State Theater institute program.
(c) This structural imbalance is the result of decreased revenue in the Cultural Education Account due to the economic downturn.
(d) 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.
(e) 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).
(f) This imbalance is the result of the use of prior year funds to meet current year one-time obligations and decreased revenue in the Cultural Education Account due to the economic downturn.
(g) Excludes endowment funds.
(h) The Archives Partnership Trust may use sufficient revenue from the APT endowment if there is insufficient current year revenue to support planned programs, pursuant to Chapter 399 of the laws of 1998 to maintain structural balance.
(i) A sweep of \$191,000 is anticipated against this account in order to meet the \$4.9 million reduction. Additionally, a recurring sweep from the prior year is anticipated.

**OPERATIONS AND MANAGEMENT SERVICES
FINANCIAL STATUS AS OF JANUARY 31, 2011**

For State Fiscal Year 2010-11

	(1) Available Funds on 4/1/10	(2) 2010-2011 Projected Revenue	(3) Cumulative Projected Revenue 2010-2011	(4) Actual Expenditures Through 1/31/11	(5) Projected Expenditures to Program Period End	(6) Total Expenditures Actual and Projected	(7) 2010-2011 Projected Revenue vs. Expenditures	(8) Projected Structural Balance at 3/31/11	(9) Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,723,000 (a)	6,723,000	5,607,433	1,115,567	6,723,000 (a)	0	0	0
Nonpersonal Service	0	2,721,000	2,721,000	813,756	1,907,244	2,721,000	0	0	0
Subtotal	0	9,444,000	9,444,000	6,421,189	3,022,811	9,444,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	950,839	20,000,000	20,950,839	17,720,194	2,147,457	19,867,651	132,349	532,349	1,083,188
Automation and Printing	5,418,854	19,500,000	24,918,854	13,418,165	5,467,681	18,885,846	614,154	614,154	6,033,008 (b)
Subtotal	6,369,693	39,500,000	45,869,693	31,138,359	7,615,138	38,753,497	746,503	1,146,503	7,116,196
State Operations Total:	6,369,693	48,944,000	55,313,693	37,559,548	10,637,949	48,197,497	746,503	1,146,503	7,116,196
OTHER RETIREMENT SYSTEMS									
FEDERAL FUNDS									
July-June Programs									
Personal Service	N/A	N/A	4,598,231	1,809,783	2,788,448	4,598,231	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	332,500	66,880	265,620	332,500	N/A	N/A	N/A
Subtotal	N/A	N/A	4,930,731	1,876,663	3,054,068	4,930,731	N/A	N/A	N/A
	0	1,631,000	1,631,000	1,438,894	192,106	1,631,000	0	0	0

(a) Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
(b) Funds earmarked for future critical IT projects.

SED Plan Adjustment Report

	Initial Projection	Revised Projection	Difference	Explanation
GENERAL FUND				
<u>Office of Higher Education</u>				
Revenue and Expenditures	\$7,376,000	\$7,187,000	(\$189,000)	Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
<u>Office of P-12 Education</u>				
Expenditures	\$27,553,000	\$20,553,000	(\$7,000,000)	The current year Assessment deficit has been resolved by eliminating several exams and using one-time Education Assessment Account revenue of \$2.5 million to fund some exams
Revenue and Expenditures	\$20,553,000	\$19,551,000	(\$1,002,000)	Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
<u>Office of Cultural Education</u>				
Revenue and Expenditures	\$602,000	\$567,000	(\$35,000)	Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
<u>Office of Management Services</u>				
Revenue and Expenditures	\$10,002,000	\$9,444,000	(\$558,000)	Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
SPECIAL REVENUE				
<u>Office of the Professions</u>				
Cumulative Revenue	\$53,299,248	\$49,799,248	(\$3,500,000)	Reflects a transfer to the Education Assessment Account
<u>Summer School of the Arts</u>				
Revenue	\$567,535	\$1,067,535	\$500,000	Reflects a transfer from the Cultural Education Account
<u>Education Assessment Account</u>				
Revenue and Expenditures	\$0	\$3,500,000	\$3,500,000	Reflects a transfer from the Professions Account.
<u>Local Government Records Management Improvement Fund</u>				
Expenditures	\$4,152,296	\$4,110,296	(\$42,000)	Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
<u>Cultural Education Account</u>				
Revenue	\$32,728,782	\$28,750,000	(\$3,978,782)	Reflects a revision to the revenue projection for the Cultural Education Account
Expenditures	\$32,728,782	\$30,878,782	(\$1,850,000)	Reflects reductions for the Early Retirement Incentive, Management/Confidential salary withholding, and workforce reduction.
Transfer and Other Agency Support	\$2,590,000	\$3,090,000	\$500,000	Reflects a transfer to the Summer School for the Arts Program
Total Changes			(\$13,654,782)	