





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 E. Juron 
SUBJECT: State Education Department September 2015 Fiscal Report
DATE: October 19, 2015
AUTHORIZATION(S): 

Issues for Approval

The September 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 July to June 2015-16 federal grant awards and a change to the Cultural Education Account revenue projection.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The September Fiscal Report reflects actual expenditures through September 30, 2015 and projected expenditures through the lapse period ending June 30, 2016.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2015-2016 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 projected to be reduced 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 September 2015 State Education Department Fiscal Report as presented.

Timetable for Implementation

N/A

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF September 30, 2015
For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	26,797,493	26,797,493	10,904,539	15,892,954	26,797,493	0	0	0
Nonpersonal Service	0	22,714,507	22,714,507	10,897,313	11,817,194	22,714,507	0	0	0
Subtotal	0	49,512,000	49,512,000	21,801,852	27,710,148	49,512,000	0	0	0
SPECIAL REVENUE									
All Accounts	Subtotal 32,430,672	161,236,467	193,667,139	69,929,427	93,658,777	163,588,204	(2,351,737) (a)	7,755,961	30,078,935
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	51,631,539	27,776,620	23,854,919	51,631,539	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	40,538,649	4,406,837	36,131,812	40,538,649	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	18,495,855	8,925,136	9,570,719	18,495,855	N/A	N/A	N/A
Subtotal	N/A	N/A	110,666,043	41,108,593	69,557,450	110,666,043	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	32,903,254	3,690,569	29,212,685	32,903,254	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	26,010,107	0	26,010,107	26,010,107	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	25,336,527	2,333,778	23,002,749	25,336,527	N/A	N/A	N/A
Subtotal	N/A	N/A	84,249,888	6,024,348	78,225,540	84,249,888	N/A	N/A	N/A
GRAND TOTALS	N/A	N/A	438,095,070	138,864,220	269,151,915	408,016,135	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 September 30, 2015**

For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	905,164	905,164	332,408	572,756	905,164	0	0	0
Nonpersonal Service	0	3,300,836	3,300,836	1,363,620	1,937,216	3,300,836	0	0	0
Subtotal	0	4,206,000	4,206,000	1,696,028	2,509,972	4,206,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	23,934,549	21,950,387	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	36,506,056	2,043,681	34,462,375	36,506,056	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	13,997,777	6,488,135	7,509,642	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	32,466,365	63,922,404	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
SPECIAL REVENUE									
Workers' Compensation	140,426	139,600 (b)	280,026	21,081	33,919	55,000	84,600	84,600	225,026
Social Security	0 (a)	373,379	373,379	0	373,379	373,379	0	0	0
Proprietary - Supervision	1,760,703	3,510,000 (c)	5,270,703	2,087,990	1,619,552	3,707,542	(197,542) (e)	3,729	1,563,161
Proprietary - Tuition Reimbursement	3,609,664	664,559 (d)	4,274,223	92,459	358,812	451,271	213,288	414,559	3,822,952 (f)
High School Equivalency (GED)	675,723	185,000	860,723	0	185,000	185,000	0	0	675,723

(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) 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 September 30, 2015
For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
SPECIAL REVENUE									
Office of the Professions	16,276,147	50,296,591 (a)	66,572,738	21,113,460	25,850,156	46,963,616	3,332,975	5,839,488	19,609,122
E-Licensing Project	8,400,000	0	8,400,000	0	4,060,000	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 September 30, 2015
For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	2,314,329	2,314,329	1,236,398	1,077,931	2,314,329	0	0	0
Nonpersonal Service	0	319,983	319,983	169,898	150,085	319,983	0	0	0
Tenured Teacher Hearings NPS	0	5,526,688	5,526,688	1,428,281	4,098,407	5,526,688	0	0	0
Subtotal	0	8,161,000	8,161,000	2,834,577	5,326,423	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	894,376	0	894,376	894,376	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	275,243	0	275,243	275,243	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	307,447	0	307,447	307,447	N/A	N/A	N/A
Subtotal	N/A	N/A	1,477,066	0	1,477,066	1,477,066	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	781,985	6,600,000 (a)	7,381,985	3,022,803	3,699,450	6,722,253	(122,253) (b)	139,207	659,732
Regents Accreditation of Teacher Education	9,593	0	9,593	0	9,593	9,593	(9,593) (b)	0	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 September 30, 2015
For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	16,801,000	16,801,000	6,610,920	10,190,080	16,801,000	0	0	0
Nonpersonal Service	0	11,010,000	11,010,000	6,568,580	4,441,420	11,010,000	0	0	0
Subtotal	0	27,811,000	27,811,000	13,179,500	14,631,500	27,811,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,130,657	1,471,026	1,659,631	3,130,657	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,321,560	1,168,550	1,153,010	2,321,560	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,598,078	2,090,122	1,507,956	3,598,078	N/A	N/A	N/A
Subtotal	N/A	N/A	9,050,295	4,729,698	4,320,597	9,050,295	N/A	N/A	N/A
<i>July-June Programs (a)</i>									
Personal Service	N/A	N/A	25,121,390	2,986,111	22,135,279	25,121,390	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	24,479,586	0	24,479,586	24,479,586	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	24,055,320	2,300,690	21,754,630	24,055,320	N/A	N/A	N/A
Subtotal	N/A	N/A	73,656,296	5,286,801	68,369,495	73,656,296	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (b)	10,020,000	10,020,000	4,765,020	5,254,980	10,020,000	0	0	0
State School for the Deaf at Rome	0 (b)	9,354,042	9,354,042	3,914,313	5,439,729	9,354,042	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 September 30, 2015
For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	388,000	388,000	168,227	219,773	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	77,120	227,880	305,000	0	0	0
Subtotal	0	693,000	693,000	245,347	447,653	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,615,946	2,371,045	244,901	2,615,946	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,711,033	1,194,606	516,427	1,711,033	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	900,000	346,879	553,121	900,000	N/A	N/A	N/A
Subtotal	N/A	N/A	5,226,979	3,912,530	1,314,449	5,226,979	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(4,434,911)	27,000,000	22,565,089	12,945,376	13,535,020	26,480,396	519,604	604,394	(3,915,307)
Local Government Records									
Management Improvement Fund	0 (a)	3,507,843 (b)	3,507,843	1,586,106	1,921,737	3,507,843	0	0	0
Records Management Program	156,718	1,750,000	1,906,718	848,473	826,592	1,675,065	74,935	74,935	231,653
Cultural Resource Survey Account	0 (c)	9,358,883	9,358,883	2,054,811	7,304,072	9,358,883	0	0	0
Education Museum Account	20,725	375,000	395,725	167,259	205,015	372,274	2,726	2,726	23,451
Education Archives Account	62,980	20,000	82,980	25,145	12,505	37,650	(17,650) (d)	0	45,330
Education Library Account	118,731	45,000	163,731	30,007	35,143	65,150	(20,150) (d)	0	98,581
Grants and Bequests	86,550	0	86,550	18,013	26,987	45,000	(45,000) (d)	0	41,550
Archives Partnership Trust	16,789 (e)	561,000	577,789	167,568	393,199	560,767	233	233	17,022
Summer School for the Arts	91,327	675,570	766,897	133,188	541,943	675,131	439	439	91,766

(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 September 30, 2015
For State Fiscal Year 2015-16

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/15	2015-2016 Projected Revenue	Cumulative Projected Revenue 2015-2016	Actual Expenditures Through 9/30/15	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2015-2016 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/16	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,389,000	6,389,000	2,556,586	3,832,414	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	1,289,813	962,187	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	3,846,399	4,794,601	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	1,987,915	18,000,000	19,987,915	8,979,995	9,750,597	18,730,592	(730,592) (a)	469,408	1,257,323
Automation and Printing (IT)	2,669,607	18,800,000	21,469,607	7,956,361	12,221,396	20,177,757	(1,377,757) (a)	122,243	1,291,850
Subtotal	4,657,522	36,800,000	41,457,522	16,936,357	21,971,992	38,908,349	(2,108,349)	591,651	2,549,173
State Operations Total:	4,657,522	45,441,000	50,098,522	20,782,756	26,766,593	47,549,349	(2,108,349)	591,651	2,549,173
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	704,458	4,476,330	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	33,088	314,412	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	737,546	4,790,742	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
September 31, 2015

	<u>Initial Projection</u>	<u>Revised Projection</u>	<u>Difference</u>	<u>Explanation</u>
FEDERAL FUNDS				
<u>Office of Higher Education</u>				
Federal July-June Programs - Projected Revenue & Total Expenditures Actual and Projected	\$1,522,099	\$1,477,066	(\$45,033)	Revenue and Expenditures were increased to reflect the receipt and allocation of the 2015-2016 Federal grant awards
<u>Office of P-12 Education</u>				
Federal July-June Programs - Projected Revenue & Total Expenditures Actual and Projected	\$83,432,042	\$73,656,296	(\$9,775,746)	Revenue and Expenditures were decreased to reflect the receipt and allocation of the 2015-2016 Federal grant awards, and to reflect the end of the ARRA State Longitudinal Data System Federal grant award.
Federal July-June Programs - Projected Revenue & Total Expenditures Actual and Projected	\$170,610,412	\$0	(\$170,610,412)	Revenue and Expenditures were decreased to reflect the end of the Race to the Top Year Federal grant award.
SPECIAL REVENUE FUNDS				
<u>Office of Cultural Education</u>				
Cultural Education Account - 2015-16 Projected Revenue	\$26,500,000	\$27,000,000	\$500,000	Adjustment to reflect increased revenue in the Cultural Education Account.
		Total Changes	(\$179,931,191)	