



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:** Elizabeth R. Berlin *Elizabeth R Berlin*

**SUBJECT:** State Education Department December 2016 Fiscal Report

**DATE:** December 29, 2016

**AUTHORIZATION(S):** *Margaret Elin*

Issues for Approval

The December Fiscal Report is presented for your review, discussion and acceptance.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The December Fiscal Report reflects actual expenditures through December 31, 2016 and projected expenditures through the lapse period ending June 30, 2017.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2016-2017 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 remain at a negative \$3.6 million.
- Federal – This report reflects current year plans for two year grant awards.

### Recommendation

I recommend that the Board of Regents accept the December 2016 State Education Department Fiscal Report as presented.

### Timetable for Implementation

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS  
FINANCIAL STATUS AS OF DECEMBER 31, 2016**

*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End	
<b>GENERAL FUND</b>										
Personal Service	0	26,861,000	26,861,000	18,455,725	8,405,275	26,861,000	0	0	0	
Nonpersonal Service	0	35,276,000	35,276,000	10,335,840	24,940,160	35,276,000	0	0	0	
Subtotal	0	62,137,000	62,137,000	28,791,565	33,345,435	62,137,000	0	0	0	
<b>SPECIAL REVENUE</b>										
All Accounts	Subtotal	32,394,484	159,830,960	192,225,444	105,434,759	53,772,360	159,207,119	623,841	2,948,994	33,018,325
<b>FEDERAL FUNDS</b>										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	51,269,326	760,754	50,508,572	51,269,326	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	40,668,513	328,934	40,339,579	40,668,513	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	19,178,187	661,026	18,517,161	19,178,187	N/A	N/A	N/A	
Subtotal	N/A	N/A	111,116,026	1,750,714	109,365,312	111,116,026	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	32,551,305	15,004,460	17,546,846	32,551,305	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	25,671,328	4,900,333	20,770,995	25,671,328	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	24,980,415	2,793,141	22,187,273	24,980,415	N/A	N/A	N/A	
Subtotal	N/A	N/A	83,203,048	22,697,934	60,505,114	83,203,048	N/A	N/A	N/A	
<b>GRAND TOTALS</b>	N/A	N/A	448,681,518	158,674,972	256,988,221	415,663,193	N/A	N/A	N/A	

**ADULT CAREER AND CONTINUING EDUCATION SERVICES  
FINANCIAL STATUS AS OF DECEMBER 31, 2016**

*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	769,000	769,000	646,749	122,251	769,000	0	0	0
Nonpersonal Service	0	3,437,000	3,437,000	1,719,282	1,717,718	3,437,000	0	0	0
Subtotal	0	4,206,000	4,206,000	2,366,031	1,839,969	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	578,591	13,419,186	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	578,591	95,810,178	96,388,769	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,706,700	56,176	1,650,524	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	476,755	149,505	626,260	N/A	N/A	N/A
Subtotal	N/A	N/A	3,588,238	532,932	3,055,306	3,588,238	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Workers' Compensation	136,093	65,212 (b)	201,305	6,109	48,891	55,000	10,212	10,212	146,305
Social Security	0 (a)	396,523	396,523	81,816	314,707	396,523	0	0	0
Proprietary - Supervision	1,395,676	4,143,000 (c)	5,538,676	2,308,447	1,829,707	4,138,154	4,846	62,546	1,400,522
Proprietary - Tuition Reimbursement	3,978,109	673,221 (d)	4,651,330	200,000	251,271	451,271	221,950	423,221	4,200,059 (e)
High School Equivalency (GED)	860,880	185,000	1,045,880	0	185,000	185,000	0	0	860,880

(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) 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, 2016**  
*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End
<b>SPECIAL REVENUE</b>									
Office of the Professions	11,739,189	49,800,000 (a)	61,539,189	33,216,905	16,157,177	49,374,082	425,918	2,062,918	12,165,107
E-Licensing Project	14,906,106	0	14,906,106	0	0	0	0	0	14,906,106

(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, 2016**  
*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	2,714,000	2,714,000	2,225,725	488,275	2,714,000	0	0	0
Nonpersonal Service	0	5,447,000	5,447,000	2,992,293	2,454,707	5,447,000	0	0	0
Subtotal	0	8,161,000	8,161,000	5,218,018	2,942,982	8,161,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	899,465	159,662	739,803	899,465	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	284,380	2,472	281,908	284,380	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	293,221	130	293,091	293,221	N/A	N/A	N/A
Subtotal	N/A	N/A	1,477,066	162,264	1,314,802	1,477,066	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Office of Teacher Certification	635,744	6,000,000	6,635,744	3,913,658	2,141,342	6,055,000	(55,000) (a)	0	580,744
Interstate Reciprocity for Postsecondary Distance Ed	0	605,900	605,900	50,889	499,031	549,920	55,980	55,980	55,980

(a) 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, 2016**  
*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	16,601,000	16,601,000	11,769,781	4,831,219	16,601,000	0	0	0
Nonpersonal Service	0	23,835,000	23,835,000	4,229,990	19,605,010	23,835,000	0	0	0
Subtotal	0	40,436,000	40,436,000	15,999,771	24,436,229	40,436,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,528,533	400,437	2,128,096	2,528,533	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,386,704	227,682	2,159,022	2,386,704	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	4,315,871	82,435	4,233,436	4,315,871	N/A	N/A	N/A
Subtotal	N/A	N/A	9,231,108	710,555	8,520,553	9,231,108	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	24,764,352	12,744,040	12,020,312	24,764,352	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	24,131,670	4,897,861	19,233,809	24,131,670	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	23,713,434	2,314,892	21,398,542	23,713,434	N/A	N/A	N/A
Subtotal	N/A	N/A	72,609,456	19,956,793	52,652,662	72,609,456	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
State School for the Blind at Batavia	0 (a)	10,020,000	10,020,000	7,351,757	2,668,243	10,020,000	0	0	0
State School for the Deaf at Rome	0 (a)	9,408,798	9,408,798	6,460,969	2,947,830	9,408,798	0	0	0

(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).

**CULTURAL EDUCATION**  
**FINANCIAL STATUS AS OF DECEMBER 31, 2016**  
*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	388,000	388,000	265,721	122,279	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	136,627	168,373	305,000	0	0	0
Subtotal	0	693,000	693,000	402,348	290,652	693,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,855,857	360,317	2,495,540	2,855,857	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,775,753	101,252	1,674,501	1,775,753	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	864,539	0	864,539	864,539	N/A	N/A	N/A
Subtotal	N/A	N/A	5,496,149	461,569	5,034,580	5,496,149	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Cultural Education Account									
Office of Cultural Education-Operations	(3,658,251)	27,500,000	23,841,749	19,155,255	8,347,610	27,502,865	(2,865) (d)	298,317	(3,661,116)
Local Government Records									
Management Improvement Fund	0 (a)	3,637,415 (b)	3,637,415	2,251,472	1,385,843	3,637,315	100	100	100
Records Management Program	25,527	1,700,000	1,725,527	1,276,796	422,945	1,699,741	259	259	25,786
Cultural Resource Survey Account	0 (c)	9,989,304	9,989,304	3,348,721	6,640,583	9,989,304	0	0	0
Education Museum Account	38,143	220,000	258,143	197,023	22,155	219,178	822	822	38,965
Education Archives Account	37,369	22,000	59,369	5,654	15,821	21,475	525	525	37,894
Education Library Account	117,273	45,000	162,273	21,052	55,598	76,650	(31,650) (d)	350	85,623
Grants and Bequests	64,894	0	64,894	0	41,000	41,000	(41,000) (d)	0	23,894
Archives Partnership Trust	175,126 (e)	587,587	762,713	392,352	194,326	586,678	909	909	176,035
Summer School for the Arts	177,912	682,000	859,912	649,070	32,424	681,494	506	506	178,418

(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, 2016**

*For State Fiscal Year 2016-17*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/16	2016-2017 Projected Revenue	Cumulative Projected Revenue 2016-2017	Actual Expenditures Through 12/31/16	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2016-2017 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/17	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	6,389,000	6,389,000	3,547,750	2,841,250	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	1,257,648	994,352	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	4,805,398	3,835,602	8,641,000	0	0	0
<b>SPECIAL REVENUE</b>									
Cost Recovery Account	502,666	18,900,000	19,402,666	13,369,105	5,498,828	18,867,933	32,067	32,067	534,733
Automation and Printing (IT)	1,262,028	15,250,000	16,512,028	11,177,707	4,072,031	15,249,738	262	262	1,262,290
Subtotal	1,764,694	34,150,000	35,914,694	24,546,812	9,570,859	34,117,671	32,329	32,329	1,797,023
State Operations Total:	1,764,694	42,791,000	44,555,694	29,352,210	13,406,461	42,758,671	32,329	32,329	1,797,023
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	2,044,581	3,136,207	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	1,364	346,137	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	2,045,945	3,482,344	5,528,288	N/A	N/A	N/A