



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 August 2017 Fiscal Report
DATE: August 31, 2017

AUTHORIZATION(S):

Margaret Elin

Issues for Approval

The August Fiscal Report is presented for your review, discussion and acceptance. This report has been adjusted to reflect the receipt, allocation and projected spending of the July to June 2017-18 federal grant awards.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The August Fiscal Report reflects actual expenditures through August 31, 2017 and projected expenditures through the lapse period ending June 30, 2018.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2017-2018 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 \$2.8 million.
- Federal – This report reflects current year plans for two year grant awards.

Recommendation

I recommend that the Board of Regents accept the August 2017 State Education Department Fiscal Report as presented.

Timetable for Implementation

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF AUGUST 31, 2017**

For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End	
GENERAL FUND										
Personal Service	0	32,342,500	32,342,500	8,959,934	23,382,566	32,342,500	0	0	0	
Nonpersonal Service	0	26,394,500	26,394,500	4,082,677	22,311,823	26,394,500	0	0	0	
Subtotal	0	58,737,000	58,737,000	13,042,611	45,694,389	58,737,000	0	0	0	
SPECIAL REVENUE										
All Accounts	Subtotal	45,991,193	165,962,489	211,953,682	60,022,220	109,147,059	169,169,279	(3,206,790) (a)	3,486,675	42,784,403
FEDERAL FUNDS										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	51,269,326	10,094,742	41,174,584	51,269,326	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	40,668,513	15,846,039	24,822,474	40,668,513	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	19,178,187	13,168,040	6,010,147	19,178,187	N/A	N/A	N/A	
Subtotal	N/A	N/A	111,116,026	39,108,820	72,007,206	111,116,026	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	33,032,256	1,584,663	31,447,593	33,032,256	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	26,268,707	0	26,268,707	26,268,707	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	25,114,194	123,832	24,990,362	25,114,194	N/A	N/A	N/A	
Subtotal	N/A	N/A	84,415,157	1,708,495	82,706,662	84,415,157	N/A	N/A	N/A	
GRAND TOTALS	N/A	N/A	466,221,865	113,882,147	309,555,315	423,437,462	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.

**ADULT CAREER AND CONTINUING EDUCATION SERVICES
FINANCIAL STATUS AS OF AUGUST 31, 2017**

For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	963,000	963,000	185,708	777,292	963,000	0	0	0
Nonpersonal Service	0	3,243,000	3,243,000	1,002,706	2,240,294	3,243,000	0	0	0
Subtotal	0	4,206,000	4,206,000	1,188,414	3,017,586	4,206,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	5,579,871	40,305,065	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	36,506,056	13,769,191	22,736,865	36,506,056	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	13,997,777	10,873,261	3,124,516	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	30,222,323	66,166,446	96,388,769	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,606,700	0	1,606,700	1,606,700	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,155,278	0	1,155,278	1,155,278	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	826,260	24,510	801,750	826,260	N/A	N/A	N/A
Subtotal	N/A	N/A	3,588,238	24,510	3,563,728	3,588,238	N/A	N/A	N/A
SPECIAL REVENUE									
Workers' Compensation	79,811	59,000 (b)	138,811	2,853	52,147	55,000	4,000	4,000	83,811
Social Security	0 (a)	405,587	405,587	0	405,587	405,587	0	0	0
Proprietary - Supervision	1,402,386	3,900,000 (c)	5,302,386	1,589,124	2,694,786	4,283,910	(383,910) (f)	1,090	1,018,476
Proprietary - Tuition Reimbursement	4,740,784	675,000 (d)	5,415,784	8,178	241,822	250,000	425,000	425,000	5,165,784 (e)
High School Equivalency (GED)	1,020,583	164,000	1,184,583	0	164,000	164,000	0	0	1,020,583

(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.

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

PROFESSIONS
FINANCIAL STATUS AS OF AUGUST 31, 2017
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
SPECIAL REVENUE									
Office of the Professions	16,616,122	51,400,000 (a)	68,016,122	17,945,097	35,067,417	53,012,514	(1,612,514) (b)	2,633,101	15,003,608
E-Licensing Project	15,463,000	0	15,463,000	0	0	0	0	0	15,463,000

(a) A sweep of \$2,777,000 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.

**HIGHER EDUCATION
FINANCIAL STATUS AS OF AUGUST 31, 2017**
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	2,678,500	2,678,500	1,155,919	1,522,581	2,678,500	0	0	0
Nonpersonal Service	0	5,482,500	5,482,500	763,121	4,719,379	5,482,500	0	0	0
Subtotal	0	8,161,000	8,161,000	1,919,040	6,241,960	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	899,465	0	899,465	899,465	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	284,380	0	284,380	284,380	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	293,221	0	293,221	293,221	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	4,338,811	6,305,000	10,643,811	2,608,470	3,707,530	6,316,000	(11,000) (a)	0	4,327,811
Interstate Reciprocity for Postsecondary Distance Ed	210,360	600,000	810,360	234,292	315,700	549,992	50,008	50,008	260,368

(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 AUGUST 31, 2017
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	21,924,000	21,924,000	5,520,888	16,403,112	21,924,000	0	0	0
Nonpersonal Service	0	15,112,000	15,112,000	2,006,339	13,105,661	15,112,000	0	0	0
Subtotal	0	37,036,000	37,036,000	7,527,227	29,508,773	37,036,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,528,533	2,387,037	141,496	2,528,533	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,386,704	1,258,008	1,128,696	2,386,704	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	4,315,871	2,166,684	2,149,187	4,315,871	N/A	N/A	N/A
Subtotal	N/A	N/A	9,231,108	5,811,729	3,419,379	9,231,108	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	25,345,303	1,584,663	23,760,640	25,345,303	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	24,829,049	0	24,829,049	24,829,049	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	23,647,213	99,322	23,547,891	23,647,213	N/A	N/A	N/A
Subtotal	N/A	N/A	73,821,565	1,683,985	72,137,580	73,821,565	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (a)	10,917,000	10,917,000	3,964,170	6,952,830	10,917,000	0	0	0
State School for the Deaf at Rome	0 (a)	10,443,000	10,443,000	2,834,018	7,608,982	10,443,000	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 AUGUST 31, 2017
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	388,000	388,000	151,849	236,151	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	100,291	204,709	305,000	0	0	0
Subtotal	0	693,000	693,000	252,140	440,860	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,855,857	2,127,834	728,023	2,855,857	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,775,753	818,840	956,913	1,775,753	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	864,539	128,095	736,444	864,539	N/A	N/A	N/A
Subtotal	N/A	N/A	5,496,149	3,074,769	2,421,380	5,496,149	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(2,752,865)	28,000,000	25,247,135	11,444,021	16,589,939	28,033,960	(33,960) (d)	263,390	(2,786,825)
Local Government Records									
Management Improvement Fund	0 (a)	3,847,234 (b)	3,847,234	967,469	2,879,765	3,847,234	0	0	0
Records Management Program	75,277	1,700,000	1,775,277	514,732	1,175,426	1,690,158	9,842	9,842	85,119
Cultural Resource Survey Account	0 (c)	10,261,655	10,261,655	1,039,113	9,222,542	10,261,655	0	0	0
Education Museum Account	155,417	335,000	490,417	55,023	279,939	334,962	38	38	155,455
Education Archives Account	45,156	23,000	68,156	12,097	16,403	28,500	(5,500) (d)	1,000	39,656
Education Library Account	134,739	30,000	164,739	13,941	64,059	78,000	(48,000) (d)	0	86,739
Grants and Bequests	66,345	0	66,345	0	0	0	0	0	66,345
Archives Partnership Trust	61,005 (e)	599,000	660,005	195,587	403,327	598,914	86	86	61,091
Summer School for the Arts	138,496	798,013	936,509	139,340	603,732	743,072	54,941	54,941	193,437

(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 AUGUST 31, 2017**

For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 8/31/17	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,389,000	6,389,000	1,945,570	4,443,430	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	210,220	2,041,780	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	2,155,790	6,485,210	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	2,754,498	19,000,000	21,754,498	7,645,309	11,926,625	19,571,934	(571,934) (a)	28,066	2,182,564
Automation and Printing (IT)	1,441,268	16,500,000	17,941,268	8,809,386	8,774,501	17,583,887	(1,083,887) (a)	16,113	357,381
Subtotal	4,195,766	35,500,000	39,695,766	16,454,695	20,701,126	37,155,821	(1,655,821)	44,179	2,539,945
State Operations Total:	4,195,766	44,141,000	48,336,766	18,610,485	27,186,336	45,796,821	(1,655,821)	44,179	2,539,945
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	0	5,180,788	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	0	347,500	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	0	5,528,288	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.