



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 May 2013 Fiscal Report
DATE: June 10, 2013
AUTHORIZATION(S): *[Handwritten signature]*

Issues for Approval

The May Fiscal Report is presented for your review, discussion and acceptance. This is the first report for the 2013-2014 State fiscal year and reflects current year spending plans for the General Fund, Special Revenue, and July-June Federal funds. The Federal October-September funds reflect 2012-2013 spending plans. All spending plans are developed by the program offices in conjunction with the Bureau of Budget Coordination.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The May Fiscal Report reflects actual expenditures through May 31, 2013 and projected expenditures through the lapse period ending June 30, 2014.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2013-2014 enacted budget. General Fund accounts are in structural

balance with the exception of the Tenured Teacher Hearings (TTH) account. The 2013-14 budget includes a \$6 million appropriation for TTH claims, an increase of \$2.2 million from the prior year. With these additional funds, the deficit at the end of 2013-14 is projected to be \$6.2 million.

- 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 \$700,000.
- Federal – This report reflects current year plans for two year grant awards.

Recommendation

I recommend that the Board of Regents accept the May 2013 State Education Department Fiscal Report as presented.

Timetable for Implementation

N/A

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	25,671,801	25,671,801	3,136,940	22,534,861	25,671,801	0	0	0
Nonpersonal Service	0	22,040,199	22,040,199	428,930	27,814,114	28,243,044	(6,202,845) (a)	(6,202,845) (a)	(6,202,845) (a)
Subtotal	0	47,712,000	47,712,000	3,565,870	50,348,975	53,914,845	(6,202,845) (a)	(6,202,845) (a)	(6,202,845) (a)
SPECIAL REVENUE									
All Accounts	Subtotal 27,292,250	156,109,205	183,401,455	23,511,531	134,283,168	157,794,699	(1,685,494) (b)	5,732,652	25,606,756
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	51,597,920	2,828,257	48,769,663	51,597,920	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	40,664,101	564,600	40,099,501	40,664,101	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	20,399,056	895,944	19,503,112	20,399,056	N/A	N/A	N/A
Subtotal	N/A	N/A	112,661,077	4,288,801	108,372,276	112,661,077	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	35,165,277	18,718,988	16,446,289	35,165,277	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	27,153,280	7,069,019	20,084,261	27,153,280	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	130,149,600	13,382,627	116,766,973	130,149,600	N/A	N/A	N/A
Subtotal	N/A	N/A	192,468,157	39,170,635	153,297,522	192,468,157	N/A	N/A	N/A
GRAND TOTALS	N/A	N/A	536,242,689	70,536,836	446,301,942	516,838,778	N/A	N/A	N/A

(a) This structural imbalance is the result of continued underfunding for the Tenured Teacher Hearing program.

(b) 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 MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	667,000	667,000	128,015	538,985	667,000	0	0	0
Nonpersonal Service	0	3,539,000	3,539,000	0	3,539,000	3,539,000	0	0	0
Subtotal	0	4,206,000	4,206,000	128,015	4,077,985	4,206,000	0	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	37,603	13,960,174	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	37,603	96,351,166	96,388,769	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,360,500	933,361	427,139	1,360,500	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	939,562	0	939,562	939,562	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	1,761,425	3,372	1,758,053	1,761,425	N/A	N/A	N/A
Subtotal	N/A	N/A	4,061,487	936,733	3,124,754	4,061,487	N/A	N/A	N/A
SPECIAL REVENUE									
Workers' Compensation	146,779	100,000 (b)	246,779	1,117	98,883	100,000	0	0	146,779
Social Security	0 (a)	175,640	175,640	15,358	160,282	175,640	0	0	0
Proprietary - Supervision	3,307,787	3,816,088 (c)	7,123,875	740,039	3,587,777	4,327,816	(511,728) (e)	238,272	2,796,059 (g)
Proprietary - Tuition Reimbursement	2,708,783	330,000 (d)	3,038,783	5,439	694,561	700,000	(370,000) (e)	130,000	2,338,783 (h)
High School Equivalency (GED)	778,359	225,000	1,003,359	317,763	605,607	923,370	(698,370) (f)	(698,370) (f)	79,989

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

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

(h) 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 MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<i>SPECIAL REVENUE</i>									
Office of the Professions	12,390,393	44,508,836 (a)	56,899,229	7,124,812	35,611,181	42,735,993	1,772,843	3,996,891	14,163,236
E-Licensing Project	8,400,000	0	8,400,000	0	2,400,000	2,400,000	(2,400,000)	0	6,000,000

(a) A sweep of \$2,777,000 is anticipated against this account pursuant to the enacted State budget.

HIGHER EDUCATION
FINANCIAL STATUS AS OF MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	2,226,801	2,226,801	376,826	1,849,975	2,226,801	0	0	0
Nonpersonal Service	0	161,873	161,873	0	161,873	161,873	0	0	0
Tenured Teacher Hearings NPS	0	5,772,326	5,772,326	0	11,975,171	11,975,171	(6,202,845)	(6,202,845) (a)	(6,202,845)
Subtotal	0	8,161,000	8,161,000	376,826	13,987,019	14,363,845	(6,202,845)	(6,202,845)	(6,202,845)
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	919,993	719,986	200,007	919,993	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	270,503	0	270,503	270,503	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	264,005	0	264,005	264,005	N/A	N/A	N/A
Subtotal	N/A	N/A	1,454,501	719,986	734,515	1,454,501	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	2,871,192	6,900,000 (b)	9,771,192	865,223	6,229,732	7,094,955	(194,955) (d)	58,045	2,676,237
Regents Accreditation of Teacher Education	41,382	31,000 (c)	72,382	27,185	43,167	70,352	(39,352) (d)	31,000	2,030

(a) This structural imbalance is the result of continued underfunding for the Tenured Teacher Hearing program which is beyond the Department's control.

(b) A sweep of \$861,000 is anticipated against this account pursuant to the enacted State budget.

(c) A sweep of \$21,000 is anticipated against this account pursuant to the enacted State budget.

(d) 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 MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	16,001,000	16,001,000	1,674,612	14,326,388	16,001,000	0	0	0
Nonpersonal Service	0	10,010,000	10,010,000	212,758	9,797,242	10,010,000	0	0	0
Subtotal	0	26,011,000	26,011,000	1,887,369	24,123,631	26,011,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,962,984	1,554,261	1,408,723	2,962,984	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,258,895	416,441	1,842,454	2,258,895	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	5,501,279	858,341	4,642,938	5,501,279	N/A	N/A	N/A
Subtotal	N/A	N/A	10,723,158	2,829,043	7,894,115	10,723,158	N/A	N/A	N/A
<i>July-June Programs (a)</i>									
Personal Service	N/A	N/A	27,827,955	14,216,326	13,611,629	27,827,955	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	25,943,215	7,069,019	18,874,196	25,943,215	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	127,776,670	13,106,244	114,670,426	127,776,670	N/A	N/A	N/A
Subtotal	N/A	N/A	181,547,840	34,391,589	147,156,251	181,547,840	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (b)	10,020,000	10,020,000	2,107,559	7,912,441	10,020,000	0	0	0
State School for the Deaf at Rome	0 (b)	9,445,727	9,445,727	1,548,379	7,897,348	9,445,727	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 MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	388,000	388,000	58,904	329,096	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	0	305,000	305,000	0	0	0
Subtotal	0	693,000	693,000	58,904	634,096	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,750,000	1,273,996	1,476,004	2,750,000	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,899,150	148,159	1,750,991	1,899,150	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	900,000	0	900,000	900,000	N/A	N/A	N/A
Subtotal	N/A	N/A	5,549,150	1,422,155	4,126,995	5,549,150	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(8,497,206)	29,700,000	21,202,794	3,848,875	25,151,125	29,000,000	700,000	700,000	(7,797,206)
Local Government Records									
Management Improvement Fund	0 (a)	3,462,476 (b)	3,462,476	1,300,825	2,161,651	3,462,476	0	0	0
Records Management Program	790,961	2,883,156	3,674,117	710,634	1,472,654	2,183,288	699,868	699,868	1,490,829
Cultural Resource Survey Account	0 (c)	6,270,432	6,270,432	772,984	5,497,448	6,270,432	0	0	0
Education Museum Account	7,116	2,234,975	2,242,091	113,758	1,724,770	1,838,528	396,447	396,447	403,563
Education Archives Account	90,821	17,000	107,821	7,217	49,683	56,900	(39,900) (d)	17,000	50,921
Education Library Account	81,054	65,000	146,054	0	132,000	132,000	(67,000) (d)	65,000	14,054
Grants and Bequests	242,208	8,000	250,208	30,395	93,951	124,346	(116,346) (d)	8,000	125,862
Archives Partnership Trust	116,130 (e)	559,538	675,668	80,725	465,602	546,327	13,211	13,211	129,341
Summer School for the Arts	35,736	856,337	892,073	11,483	809,622	821,105	35,232	35,232	70,968

(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 MAY 31, 2013
For State Fiscal Year 2013-14

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 5/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,389,000	6,389,000	898,583	5,490,417	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	216,172	2,035,828	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	1,114,755	7,526,245	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	1,020,635	17,500,000	18,520,635	2,244,478	15,236,837	17,481,315	18,685	18,685	1,039,320
Automation and Printing (IT)	2,760,121	17,000,000	19,760,121	1,637,283	16,246,846	17,884,129	(884,129) (a)	23,371	1,875,992 (b)
Subtotal	3,780,756	34,500,000	38,280,756	3,881,761	31,483,683	35,365,444	(865,444)	42,056	2,915,312
State Operations Total:	3,780,756	43,141,000	46,921,756	4,996,516	39,009,928	44,006,444	(865,444)	42,056	2,915,312
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,056,829	2,849,315	2,207,514	5,056,829	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	273,012	74,488	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,404,329	3,122,327	2,282,002	5,404,329	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.

(b) Funds earmarked for future critical IT projects. (State Aid Management System and the Statewide Financial System)