

Herbert H. Lehman College
The City University of New York



*FY 2014 Third Quarter Financial Report
FY 2015 Financial Plan Projection (Draft)*

April 23, 2014 (DRAFT)
Division of Administration and Finance

FY2014 Resources

The College financial plan has been revised to reflect current financial position and projections going forward.

College resources for FY2014 amount to **\$88.486m**, a net increase of \$652,903 from the mid-year projection of \$87.833m.

The following are the assumptions of the current projection:

- ❖ Tax Levy resources: **\$85.781m**, an increase of \$54,603 from the mid-year projection. Included in the total amount is \$1.7m of tax levy pending items related to reimbursements for adjunct professional hours, Fellowship/sabbatical leaves, untenured reassigned time, etc. A complete list of year-to-date received allocations as well as outstanding items is included on page 9.
- ❖ Revenue overcollections: **\$1.6m**. *It must be noted that this number may increase or decrease depending on actual collections received by June 30th.*
- ❖ Compact Philanthropy remains the same at **\$1.105m**

FY2014 Expenditures

Projected expenditures for the current fiscal year have also been revised to \$87.824m, a net decrease of \$129,787 from the mid-year projection of \$87.954m.

The components of the projected expenditures are:

- ❖ Personnel Service (PS) Regular amounts to **\$67.525m**, a decrease of \$287,490 from the mid-year projection. This total includes costs for all active positions as well as \$95,600 in projected pro-rated cost to backfill 13 positions. The College Budget Office continues to monitor the hiring and backfilling of all full-time positions and current projections shows that targeted savings of \$1.321m related to non-teaching lines will be achieved by year-end.
- ❖ PS Adjunct: \$8.443m (increased by \$96,690)
- ❖ PS Temporary Services: \$3.704m (increased by \$34,851)
- ❖ OTPS : \$7.046m (increased by \$26,162)
- ❖ Compact Philanthropy expenses remain unchanged at \$1.105m.

FY2014 Year-End Projected Balance

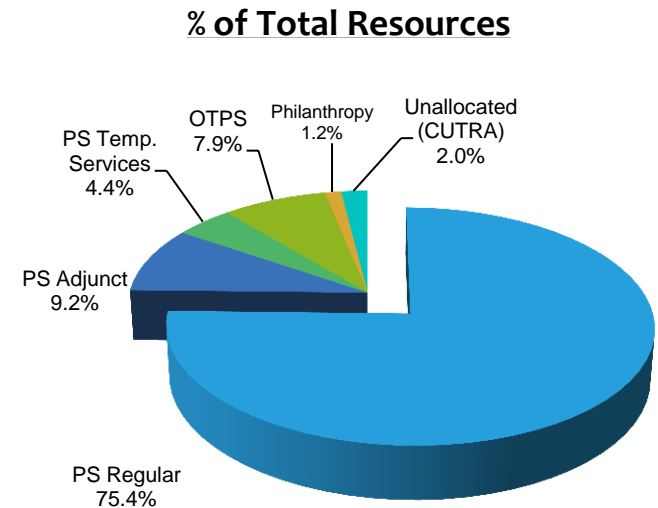
Overall, projected resources of **\$88.486m** and projected expenditures of **\$87.824m** will generate a surplus of about \$662,000.

If all remains as planned, the College's year-end projected balance for FY2014 will be **\$1.781m**. This amount includes \$1.119m of prior year's reserves carryover to this fiscal year in the CUTRA (City University Tuition Reimbursement Account).

The following chart illustrates Lehman's projections for FY2014 since the financial plan.

FY2014 Year-End Projected Balance, cont.

	FY2014 Projection			
	Financial Plan	First QTR	2nd QTR	3rd QTR (Cert#6)
Projected Resources	86,786,850	87,377,585	87,833,073	88,485,976
<i>Increase/(Decrease)</i>		590,735	455,488	652,903
%		0.7%	0.5%	0.7%
Projected Expenses				
PS Regular	67,639,053	67,821,400	67,812,400	67,524,910
Adjuncts	7,847,840	8,265,700	8,346,500	8,443,190
Temporary Service	3,306,799	3,370,200	3,669,400	3,704,251
Total Personnel	78,793,692	79,457,300	79,828,300	79,672,351
OTPS	7,020,200	7,020,200	7,020,200	7,046,362
Philanthropy	1,105,430	1,105,430	1,105,430	1,105,430
Projected expenses	86,919,322	87,582,930	87,953,930	87,824,143
<i>Increase/(Decrease)</i>		663,608	371,000	(129,787)
%		0.8%	0.4%	-0.1%
Over/(Under)	(132,472)	(205,345)	(120,857)	661,833
CUTRA (City University Tuition Reimb. Acct.)	1,171,700	1,118,900	1,118,900	1,118,900
Revised Over/(Under)	1,039,228	913,555	998,043	1,780,733
<i>Increase/(Decrease)</i>		(125,673)	84,488	782,690
%		-12.1%	9.2%	78.4%



*Projected resources include \$1.6m of projected revenue overcollections.

FY2015 State Adopted Budget

- The FY2015 State Adopted Budget for the senior colleges proposes an operating increase of \$104.3m or 4.8% increase over FY2014.

The components of the increase are:

- ❖ \$42.9m in mandatory needs funding for fringe benefits (e.g., health insurance, pensions, etc.). Funding for mandatory contractual increases were excluded from the budget.
 - ❖ \$60.8m in revenue appropriations to accommodate the \$300 annual tuition increase.
 - ❖ \$600,000 in additional funding for SEEK programs.
- On the Capital side, a total of \$3.2 billion are available in appropriations for CUNY in FY2015. A total of \$22m will be allocated to Lehman for a new facility to house the Nursing Education and Research Center. In addition, Lehman will also received additional dollars to fund critical maintenance repairs.

FY2015 Resources (Projected)

The FY2015 resources for the College are projected at **\$91.781m**, an increase of **\$3.295m or 3.7%** over the projected FY2014 third quarter financial projection of \$88.486m.

The components of the projected increase are:

- ❖ Mandatory contractual increases: **\$500,000**. State Adopted Budget did not allocate dollars towards these increases, however, this projection assumes that CUNY Central will absorb the cost.
- ❖ 2015 Compact Funds (4th year): **\$2,548m** (net of self-financing components). The self-financing components are estimated at \$546,000.
- ❖ 2014 Compact Philanthropy - **\$247,000**. Cumulative amount totals \$1,353m. These funds have been earmarked for student scholarships and other fundraising activities)

FY2015 Expenditures (Projected)

The FY2015 expenditures are projected at **\$93.295m**, an increase of **\$5.471m or 6.2%** over the projected FY2014 third quarter financial projection of \$87.824m.

The components of the projected expenditures are:

- ❖ Personnel Service Regular: **\$70.537m**, an increase of \$3.012m or 4.5% over projected FY2014 third quarter amount of \$67.525m.
- ❖ 2015 Compact Funds: **\$2.548m** (net).
- ❖ PS Adjunct : **\$8.107m** (decreased by \$336,000 to adjust for 16 new faculty hires).
- ❖ Temporary Services: **\$3.704m** (no change).
- ❖ OTPS: **\$7.046m** (no change).
- ❖ Cumulative Compact Philanthropy: **\$1.353m** (increased by \$247,000 for the 2014 Compact Philanthropy).

FY2015 Preliminary Financial Plan

	FY2015 Projection	FY2014 Projection (3rd QTR)
Projected Resources*	91,781,426	88,485,976
<i>Increase/(Decrease)</i>	3,295,450	
<i>%</i>	3.7%	
Projected Expenses		
PS Regular	70,536,620	67,524,910
New 2015 Compact	2,548,300	
Adjuncts	8,107,190	8,443,190
Temporary Service	3,704,251	3,704,251
Total Personnel	84,896,361	79,672,351
OTPS	7,046,362	7,046,362
Philanthropy	1,352,580	1,105,430
Total Projected Expenses	93,295,303	87,824,143
<i>Increase/(Decrease)</i>	5,471,160	
<i>%</i>	6.2%	
Over/(Under)	(1,513,877)	661,833
CUTRA (City University Tuition Reimb. Acct.)	1,780,733	1,118,900
Revised Over/(Under)	266,856	1,780,733

Overall, projected resources of **\$91.781m** and projected expenditures of **\$93.295m** will generate a shortfall of (\$1.514m).

The shortfall will be covered by projected reserves in the CUTRA account, leaving a potential balance of about \$267,000 in reserves.

The chart on the left illustrates Lehman's projections for FY2015 compared to the FY2014 third quarter financial position.

*Projected resources include \$1.6m of projected revenue overcollections.

FY2014 Tax-Levy Allocations (3rd QTR)

Certificate Item (Received & Pending)	Fin Plan	Cert #2	Cert #3	Cert #4	Cert #5	Cert #6	3QTR Pending
Adjunct Professional Hours	476.4			246.7			238.0
Bridge Funding - Dr. E. Wurtzel		25.0					-
Center for Puerto Rican Studies	11.4					11.4	-
Child Care - New Building	141.8		141.8				-
Compact 2014 faculty, fringes and Fin Aid	(819.6)	(1,382.8)	(180.1)				743.6
Collaborative Research Grant (R20)			13.3				-
COTC Rent - Centralized		(754.0)					-
CUNY LEADS, Mexican Inst., CUNY Start, CUNY Symposium, Career Serv., CUNY Workforce	100.744	87.4	48.7	20.0	3.0	1.3	-
DCAS Training Center/Prof. Development					(0.2)		-
Energy Savings & Projects					317.4		82.6
Faculty Diversity & Fellowship Publications					17.8		-
Fuel Oil - Est.	120.0						372.4
Honors College Scholarship Charge (-)	(44.0)					3.3	(44.0)
Laborer's Collective Bargaining Inc. - Base	250.0						-
Library Matching Funds	25.0						25.0
Lump Sum - Child Care, College Now, CUE, CUNY CAP, SEEK, Disabled Student, VERA	1,149.7	1,173.6	70	84.5	24.8	15.6	-
MPH/SPH College Transfer - shared F/T line	(39.3)						(25.8)
Multimedia Journalism Prog./Bronx Journal		0.5					-
Minority Women Business (MWBE)					23.7		-
Pathways				4.5			-
Public Safety overtime reimbursements					30.3		-
PSC Parental Leave, Reassigned Time, Travel	51.1				5.3		99.2
Nursing Programs			25.0				-
Research Equipment Funds	-				77.3		-
Sabbatical/Fellowship Leaves	330.0						241.5
Salary Commitments - Two F/T lines	241.4				90.8	68.0	-
STEM Scholar Students transfer		-4.2					-
Stewart Travel Funds					10.0	(10.0)	-
University Faculty Senate -UFS		9.3					-
University Wide initiatives (TL) * ETI's (-)	(241.0)						(294.3)
Untenured Faculty Reassigned Time	350.0						271.8
Total:	2,103.6	(845.2)	118.8	355.7	600.2	89.7	1,710.1

Questions

