

**Department 709 - Council on the Arts
Senate Bill No. 2010**

Executive Budget Comparison to Prior Biennium Appropriations

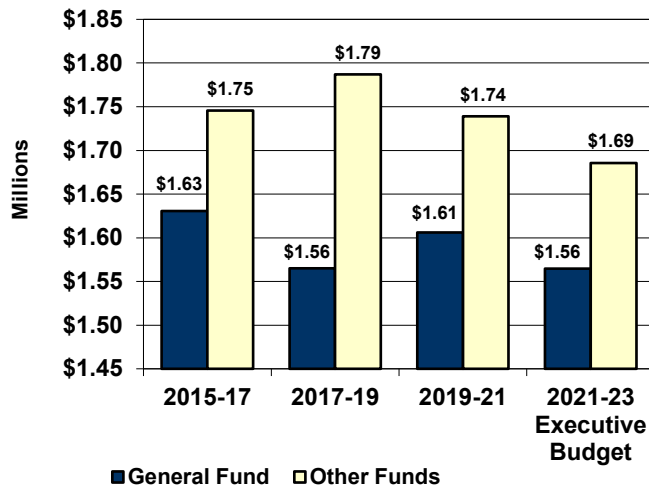
	FTE Positions	General Fund	Other Funds	Total
2021-23 Executive Budget	5.00	\$1,564,547	\$1,685,408	\$3,249,955
2019-21 Legislative Appropriations ¹	5.00	1,606,204	1,738,922	3,345,126
Increase (Decrease)	0.00	(\$41,657)	(\$53,514)	(\$95,171)

¹The 2019-21 biennium agency appropriation amounts have not been adjusted for additional federal Coronavirus (COVID-19) funding authority of \$1,284,200 resulting from Emergency Commission action during the 2019-21 biennium.

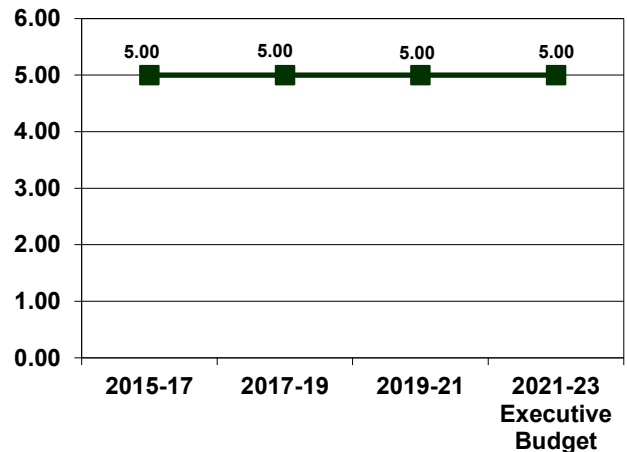
Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2021-23 Executive Budget	\$1,564,547	\$0	\$1,564,547
2019-21 Legislative Appropriations	1,606,204	0	1,606,204
Increase (Decrease)	(\$41,657)	\$0	(\$41,657)

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2021-23 Executive Budget	\$1,564,547	\$1,685,408	\$3,249,955
2021-23 Base Level	1,606,204	1,738,922	3,345,126
Increase (Decrease)	(\$41,657)	(\$53,514)	(\$95,171)

First House Action

Attached is a comparison worksheet detailing first house changes to base level funding and the executive budget.

**Executive Budget Highlights
(With First House Changes in Bold)**

- | | General Fund | Other Funds | Total |
|---|--------------|-------------|----------|
| 1. Adds funding for state employee salary and benefit increases, of which \$23,715 is for salary increases, \$245 is for health insurance increases, and \$4,887 is for retirement contribution increases. The Senate added funding for salary adjustments of 2 percent on July 1, 2021, with a \$80 minimum and \$300 maximum monthly increase and 2 percent on July 1, 2022, and increases in health insurance premiums from \$1,427 to \$1,429 per month. The Senate did not add funding for retirement contribution increases. | \$28,882 | \$1 | \$28,883 |

2. Reduces funding for operating expenses. The Senate did not reduce funding for operating expenses.	(\$18,665)	\$0	(\$18,665)
3. Reduces funding for grants. The Senate did not reduce funding for grants.	(\$60,842)	(\$53,515)	(\$114,357)
4. Adds funding for Microsoft Office 365 licensing expenses.	\$771	\$0	\$771

**Other Sections Recommended to be Added in the Executive Budget
(As Detailed in the Attached Appendix)**

Cultural endowment fund - Section 2 appropriates all income from the cultural endowment fund to the Council on the Arts during the 2021-23 biennium for furthering the cultural arts in the state.

Significant Audit Findings

There are no significant audit findings for this agency.

Major Related Legislation

At this time no major related legislation is under consideration for this agency.

Council on the Arts - Budget No. 709
Senate Bill No. 2010
Base Level Funding Changes

	Executive Budget Recommendation				Senate Version			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2021-23 Biennium Base Level	5.00	\$1,606,204	\$1,738,922	\$3,345,126	5.00	\$1,606,204	\$1,738,922	\$3,345,126
2021-23 Ongoing Funding Changes								
Base payroll and budget changes		\$8,197		\$8,197		\$8,197		\$8,197
Salary increase		23,750	\$1	23,751		23,603		23,603
Retirement contribution increase		4,887		4,887				0
Health insurance increase		245		245		245		245
Converts temporary position to FTE				0	1.00	92,325		92,325
Reduce operating expenses		(18,665)		(18,665)				0
Reduce grant funding		(60,842)	(53,515)	(114,357)				0
Microsoft Office 365 licensing expenses		771		771		771		771
Total ongoing funding changes	0.00	(\$41,657)	(\$53,514)	(\$95,171)	1.00	\$125,141	\$0	\$125,141
One-time funding items								
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	0.00	(\$41,657)	(\$53,514)	(\$95,171)	1.00	\$125,141	\$0	\$125,141
2021-23 Total Funding	5.00	\$1,564,547	\$1,685,408	\$3,249,955	6.00	\$1,731,345	\$1,738,922	\$3,470,267
<i>Total ongoing changes as a percentage of base level</i>	0.0%	(2.6%)	(3.1%)	(2.8%)	20.0%	7.8%	0.0%	3.7%
<i>Total changes as a percentage of base level</i>	0.0%	(2.6%)	(3.1%)	(2.8%)	20.0%	7.8%	0.0%	3.7%

Other Sections in Council on the Arts - Budget No. 709

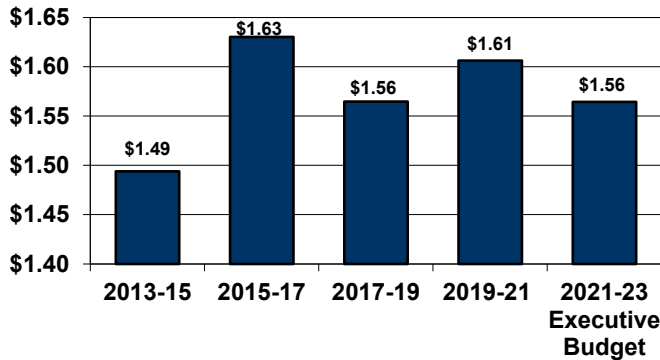
	Executive Budget Recommendation	Senate Version
Cultural endowment fund	Section 2 would appropriate all income from the cultural endowment fund to the Council on the Arts during the 2021-23 biennium for furthering the cultural arts in the state.	Section 2 appropriates all income from the cultural endowment fund to the Council on the Arts during the 2021-23 biennium for furthering the cultural arts in the state.

Department 709 - Council on the Arts

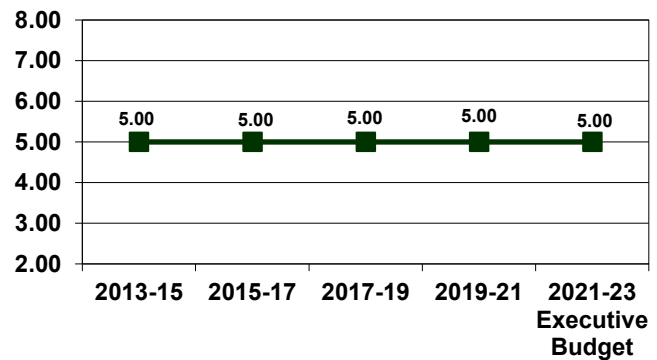
Historical Appropriations Information

Ongoing General Fund Appropriations Since 2013-15

Ongoing General Fund Appropriations (in Millions)



FTE Positions



Ongoing General Fund Appropriations					
	2013-15	2015-17	2017-19	2019-21	2021-23 Executive Budget
Ongoing general fund appropriations	\$1,494,102	\$1,630,444	\$1,564,876	\$1,606,204	\$1,564,547
Increase (decrease) from previous biennium	N/A	\$136,342	(\$65,568)	\$41,328	(\$41,657)
Percentage increase (decrease) from previous biennium	N/A	9.1%	(4.0%)	2.6%	(2.6%)
Cumulative percentage increase (decrease) from 2013-15 biennium	N/A	9.1%	4.7%	7.5%	4.7%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2015-17 Biennium

- | | |
|---|-----------|
| 1. Added funding for health insurance premiums for 1 FTE position that previously did not receive health insurance benefits | \$23,561 |
| 2. Reduced funding to contract for information technology services and repairs | (\$3,237) |
| 3. Added funding for inflationary increases for operating expenses | \$21,638 |
| 4. Increased funding for grants | \$15,083 |
| 5. Added funding for Information Technology Department desktop support services | \$15,800 |

2017-19 Biennium

- | | |
|--|------------|
| 1. Adjusted funding for agency grants | (\$26,896) |
| 2. Adjusted funding for operating expenses | (\$64,373) |

2019-21 Biennium

- | | |
|---|------------|
| 1. Increased funding for temporary staff salaries | \$7,367 |
| 2. Reduced funding for operating expenses | (\$28,932) |
| 3. Added funding for new software costs | \$7,810 |

2021-23 Biennium (Executive Budget Recommendation)

- | | |
|---|------------|
| 1. Reduces funding for operating expenses. The Senate did not reduce funding for operating expenses. | (\$18,665) |
| 2. Reduces funding for grants. The Senate did not reduce funding for grants. | (\$69,842) |

**GOVERNOR'S RECOMMENDATION FOR THE
COUNCIL ON THE ARTS AS SUBMITTED BY
THE OFFICE OF MANAGEMENT AND BUDGET**

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from federal funds and other income, to the council on the arts for the purpose of defraying the expenses of the council on the arts, for the biennium beginning July 1, 2021 and ending June 30, 2023, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and Wages	\$ 968,858	\$ 45,050	\$1,013,908
Operating Expenses	285,774	(17,894)	267,880
Grants	<u>2,090,494</u>	<u>(122,327)</u>	<u>1,968,167</u>
Total All Funds	\$3,345,126	(\$95,171)	\$3,249,955
Less Estimated Income	<u>1,738,922</u>	<u>(53,514)</u>	<u>1,685,408</u>
Total General Fund	\$1,606,204	(\$41,657)	\$1,564,547
Full-time Equivalent Positions	5.00	0.00	5.00

SECTION 2. APPROPRIATION – CULTURAL ENDOWMENT FUND. All income from the cultural endowment fund is appropriated to the council on the arts for the furthering of the cultural arts in the state for the biennium beginning July 1, 2021 and ending June 30, 2023.