

LSC Greenbook

Analysis of the Enacted Budget

Ohio Arts Council

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ATTACHMENT:

Budget Spreadsheet By Line Item

Ohio Arts Council

- Primarily GRF-funded
- Appropriations of \$15.7 million in FY 2016 and \$16.2 million in FY 2017
- Subsidies for artists and arts organizations increase by \$7.7 million compared to FY 2014-FY 2015 biennium spending

OVERVIEW

Agency Overview

The Ohio Arts Council (OAC) promotes the visual and performing arts in Ohio through cultural and educational activities and by providing economic assistance in the form of competitive grants to artists, art organizations, and communities. OAC awards grants that support arts learning and education, long-term community vitality, and cultural diversity, among other purposes. It also operates the Riffe Gallery in downtown Columbus and oversees acquisitions for the state's Percent for Art Program, which places artwork in buildings financed by state capital funds. The Council consists of 19 uncompensated members, 15 of whom are appointed by the Governor and four of whom are nonvoting legislative members, two appointed by each chamber. The Council appoints an executive director, who manages the agency's daily operations and oversees 16 positions, including program coordinators, grants coordinators, and other administrative and support staff.

Appropriation Overview

As shown in Table 1 below, the budget appropriates \$15.7 million in FY 2016, an increase of 27.8% from FY 2015 spending of \$12.3 million, and \$16.2 million in FY 2017, an increase of 3.2% from the FY 2016 funding level. Approximately 90% of OAC's funding is derived from the GRF. Of this funding, 87.8% is used by OAC to award competitive grants. OAC also receives funding through private gifts, donations, and the Percent for Art Program, all of which represent over 3% of OAC's appropriations. In addition to these sources, OAC receives funding from the National Endowment for the Arts (NEA). These federal grants comprise over 6% of the budget.

Agency Appropriations by Fund Group, FY 2016-FY 2017 (Am. Sub. H.B. 64)					
Fund Group	FY 2015*	FY 2016	% change, FY 2015-FY 2016	FY 2017	% change, FY 2016-FY 2017
General Revenue	\$11,194,522	\$14,222,050	27.0%	\$14,722,050	3.5%
Dedicated Purpose	\$207,944	\$525,000	152.5%	\$525,000	0.0%
Federal	\$916,305	\$1,000,000	9.1%	\$1,000,000	0.0%
TOTAL	\$12,318,770	\$15,747,050	27.8%	\$16,247,050	3.2%

*FY 2015 figures represent actual expenditures.

ANALYSIS OF ENACTED BUDGET

The following table shows the appropriations for each line item in OAC's budget in each fiscal year of the biennium. Following the table, a narrative describes how each appropriation is used.

Appropriations for the Ohio Arts Council				
Fund	ALI and Name		FY 2016	FY 2017
General Revenue Fund				
GRF	370321	Operating Expenses	\$1,772,050	\$1,772,050
GRF	370502	State Program Subsidies	\$12,450,000	\$12,950,000
General Revenue Fund Subtotal			\$14,222,050	\$14,722,050
Dedicated Purpose Fund Group				
4600	370602	Management Expenses and Donations	\$300,000	\$300,000
4B70	370603	Percent for Art Acquisitions	\$225,000	\$225,000
Dedicated Purpose Fund Group Subtotal			\$525,000	\$525,000
Federal Fund Group				
3140	370601	Federal Support	\$1,000,000	\$1,000,000
Federal Fund Group Subtotal			\$1,000,000	\$1,000,000
Total Funding: Ohio Arts Council			\$15,747,050	\$16,247,050

Operating Expenses (370321)

This line item supports expenses including payroll and fringe benefits and supplies, maintenance, rent, and equipment costs. The budget appropriates \$1.8 million in each fiscal year, a 9.7% increase over FY 2015 spending of \$1.6 million.

State Program Subsidies (370502)

This line item supports grant programming for artists and arts organizations, including for purposes related to arts learning and education, long-term community vitality, and cultural diversity, among others. The budget appropriates \$12.5 million in FY 2016, an increase of \$2.9 million (30.0%) from FY 2015 spending, and \$13.0 million in FY 2017, an increase of \$500,000 (4.0%) from the FY 2016 funding level.

Management Expenses and Donations (370602)

This line item partially supports the operational expenses associated with management of the Riffe Gallery, located at the Vern Riffe Center in downtown Columbus. It also supports expenses related to ArtsinOhio.com and the annual Governor's Awards for the Arts in Ohio, among other activities. Funds for this line item are received through private gifts and donations. The budget appropriates \$300,000 in each fiscal year for these purposes.

Percent for Art Acquisitions (370603)

This line item is used to pay for OAC's costs related to the Percent for Art Program, which provides for the purchase, commission, and installation of original artwork in new or renovated public buildings that are financed by at least \$4 million in state capital dollars. Of the capital costs for each eligible state building project, up to 1% is set aside for the acquisition of artwork under Percent for Art. These funds are deposited into the Percent for Art Fund (Fund 4B70) for expenditure under this line item. The budget appropriates \$225,000 in each fiscal year for this line item.

Federal Support (370601)

This line item receives grants from the federal National Endowment for the Arts (NEA) program that are used for a variety of purposes. NEA awards are based on two primary criteria: (1) a formula based on population and (2) a competitive award based on merit in arts education, underserved persons, and folk arts. In each of the past five years, Ohio has received the second highest NEA total award in the country behind California. This funding also supports Ohio's participation in the NEA-sponsored Challenge America, American Masterpieces, and Poetry Out Loud programs. The budget appropriates \$1.0 million in each fiscal year for this line item, a 9.1% increase from FY 2015 spending of approximately \$916,000.

The budget contains a temporary law provision requiring the funds in this line item to be used by OAC for subsidies only, and not for its administrative costs, unless specifically required to use a portion of the funds for administrative costs under conditions of the federal grant.

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FY 2016 - FY 2017 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			FY 2014	FY 2015	Appropriation FY 2016	FY 2015 to FY 2016 % Change	Appropriation FY 2017	FY 2016 to FY 2017 % Change
Report For Main Operating Appropriations Bill			Version: As Enacted					
ART Ohio Arts Council								
GRF	370321	Operating Expenses	\$ 1,648,493	\$ 1,614,907	\$ 1,772,050	9.73%	\$ 1,772,050	0.00%
GRF	370502	State Program Subsidies	\$ 8,102,322	\$ 9,579,615	\$ 12,450,000	29.96%	\$ 12,950,000	4.02%
General Revenue Fund Total			\$ 9,750,815	\$ 11,194,522	\$ 14,222,050	27.04%	\$ 14,722,050	3.52%
4600	370602	Management Expenses and Donations	\$ 230,966	\$ 181,756	\$ 300,000	65.06%	\$ 300,000	0.00%
4B70	370603	Percent For Art Acquisitions	\$ 71,420	\$ 26,188	\$ 225,000	759.17%	\$ 225,000	0.00%
Dedicated Purpose Fund Group Total			\$ 302,386	\$ 207,944	\$ 525,000	152.47%	\$ 525,000	0.00%
3140	370601	Federal Support	\$ 805,661	\$ 916,305	\$ 1,000,000	9.13%	\$ 1,000,000	0.00%
Federal Fund Group Total			\$ 805,661	\$ 916,305	\$ 1,000,000	9.13%	\$ 1,000,000	0.00%
Ohio Arts Council Total			\$ 10,858,862	\$ 12,318,770	\$ 15,747,050	27.83%	\$ 16,247,050	3.18%