

# **LSC Greenbook**

**Analysis of the Enacted Budget**

## **Ohio Arts Council**

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### **ATTACHMENT:**

Budget Spreadsheet By Line Item

# Ohio Arts Council

- GRF funding comprises 85.2% of the total budget
- Of the total GRF appropriations for the biennium, 81.4% are for grants to outside individuals and organizations

## 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 grants to artists, art organizations, and communities. It also operates the Riffe Gallery in downtown Columbus and oversees the state's Percent for Art Program, which places artwork in buildings financed by state capital funds.

OAC is governed by a board consisting of 19 uncompensated members, 15 of whom are appointed by the Governor and four of whom are nonvoting legislative members, two appointed by each house. The Board appoints the Executive Director, who runs the agency's day-to-day operations and oversees the 18 administrative and program staff.

### Appropriation Overview

As shown in the table below, the budget provides funding of \$9.1 million in FY 2012, an increase of 20.3% from FY 2011 actual expenditures of \$7.6 million,<sup>1</sup> and \$11.1 million in FY 2013, an increase of 22.0% from FY 2012. Most of the Council's funding (85.2%) come from the GRF. Of the remaining appropriation, 9.9% is from federal funds and 4.9% from the General Services Fund Group. Of the total GRF funding over the biennium, 81.4% will be awarded to outside individuals and organizations.

Agency Appropriations by Fund Group, FY 2011-FY 2013 (Am. Sub. H.B. 153)					
Fund Group	FY 2011*	FY 2012	% change, FY 2011-FY 2012	FY 2013	% change, FY 2012-FY 2013
General Revenue	\$6,305,201	\$7,605,704	20.6%	\$9,605,704	26.3%
General Services	\$279,494	\$494,000	76.8%	\$494,000	0.0%
Federal Special Revenue	\$979,050	\$1,000,000	2.1%	\$1,000,000	0.0%
<b>TOTAL</b>	<b>\$7,563,745</b>	<b>\$9,099,704</b>	<b>20.3%</b>	<b>\$11,099,704</b>	<b>22.0%</b>

\*FY 2011 figures represent actual expenditures.

<sup>1</sup> However, the Council encumbered about \$3.8 million of its FY 2011 appropriation to pay outstanding grants.

## **ANALYSIS OF ENACTED BUDGET**

### **Ohio Arts Council Appropriations**

The following table shows the appropriation for each appropriation item in OAC's budget in each fiscal year of the biennium.

<b>Funding for the Ohio Arts Council</b>				
<b>Fund</b>	<b>ALI and Name</b>		<b>FY 2012</b>	<b>FY 2013</b>
<b>General Revenue Fund</b>				
GRF	370321	Operating Expenses	\$1,605,704	\$1,605,704
GRF	370502	State Program Subsidies	\$6,000,000	\$8,000,000
<b>General Revenue Fund Subtotal</b>			<b>\$7,605,704</b>	<b>\$9,605,704</b>
<b>General Services Fund Group</b>				
4600	370602	Management Expenses and Donations	\$247,000	\$247,000
4B70	370603	Percent for Art Acquisitions	\$247,000	\$247,000
<b>General Services Fund Group Subtotal</b>			<b>\$494,000</b>	<b>\$494,000</b>
<b>Federal Special Revenue Fund Group</b>				
3140	370601	Federal Support	\$1,000,000	\$1,000,000
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$1,000,000</b>	<b>\$1,000,000</b>
<b>Total Funding: Ohio Arts Council</b>			<b>\$9,099,704</b>	<b>\$11,099,704</b>

#### **Operating Expenses (370321)**

This item supports expenses including payroll and fringe benefits and maintenance, rent, and equipment costs.

#### **State Program Subsidies (370502)**

This item funds state grants to various individual artists and arts organizations. OAC awards grants in the areas of Arts Learning, Building Cultural Diversity, Artists with Disabilities Access, Creative Economy, and others. OAC expects to continue to award about 600 grants per year. A portion of this line item is also used to provide a required 1:1 state match to the grant from the National Endowment for the Arts appropriated in line item 370601, Federal Support.

#### **Management Expenses and Donations (370602)**

This item supports the operational expenses associated with OAC's management of the Riffe Gallery, located at the Vern Riffe Center in downtown Columbus. Funds for this line item are received through gifts, donations, and other revenues generated by Riffe Gallery operations.

**Percent for Art Acquisitions (370603)**

This item is used to pay for OAC's costs for the Percent for Art Program. This Program includes purchasing, commissioning, and installing 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.

**Federal Support (370601)**

This item receives grants from the National Endowment for the Arts (NEA) that are used for a variety of purposes. NEA awards are based on two primary criteria: (1) a formula based on population for the State Arts Plan portion of the grant and (2) a competitive award based on merit in arts education, underserved persons, and folk arts. Other programs supported by these funds include the NEA Challenge Program, the NEA American Masterpieces Program, and the NEA Poetry Out Loud Program. In previous years, a portion of these funds was used by OAC for administrative costs. The budget, however, prohibits OAC's use of these funds for those purposes unless OAC is required to use funds for administrative purposes under conditions of the NEA grant.

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# FY 2012 - FY 2013 Final Appropriation Amounts

# All Fund Groups

Line Item Detail by Agency			FY 2010	FY 2011	Appropriations FY 2012	FY 2011 to FY 2012 % Change	Appropriations FY 2013	FY 2012 to FY 2013 % Change
<b>Report For Main Operating Appropriations Bill</b>			<b>Version: Enacted</b>					
<b>ART Ohio Arts Council</b>								
GRF	370200	Maintenance	\$ 1,443	\$0	\$0	N/A	\$0	N/A
GRF	370321	Operating Expenses	\$ 1,366,737	\$ 1,430,201	\$ 1,605,704	12.27%	\$ 1,605,704	0.00%
GRF	370502	State Program Subsidies	\$ 6,579,534	\$ 4,875,000	\$ 6,000,000	23.08%	\$ 8,000,000	33.33%
<b>General Revenue Fund Total</b>			<b>\$ 7,947,714</b>	<b>\$ 6,305,201</b>	<b>\$ 7,605,704</b>	<b>20.63%</b>	<b>\$ 9,605,704</b>	<b>26.30%</b>
4600	370602	Management Expenses and Donations	\$ 107,423	\$ 219,035	\$ 247,000	12.77%	\$ 247,000	0.00%
4B70	370603	Percent For Art Acquisitions	\$ 242,387	\$ 60,459	\$ 247,000	308.54%	\$ 247,000	0.00%
<b>General Services Fund Group Total</b>			<b>\$ 349,810</b>	<b>\$ 279,494</b>	<b>\$ 494,000</b>	<b>76.75%</b>	<b>\$ 494,000</b>	<b>0.00%</b>
3140	370601	Federal Support	\$ 1,293,603	\$ 979,050	\$ 1,000,000	2.14%	\$ 1,000,000	0.00%
<b>Federal Special Revenue Fund Group Total</b>			<b>\$ 1,293,603</b>	<b>\$ 979,050</b>	<b>\$ 1,000,000</b>	<b>2.14%</b>	<b>\$ 1,000,000</b>	<b>0.00%</b>
<b>Ohio Arts Council Total</b>			<b>\$ 9,591,127</b>	<b>\$ 7,563,745</b>	<b>\$ 9,099,704</b>	<b>20.31%</b>	<b>\$ 11,099,704</b>	<b>21.98%</b>