

Greenbook
LSC Analysis of Enacted Budget

Ohio Arts Council

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TABLE OF CONTENTS

OVERVIEW	1
Agency Overview.....	1
Appropriation Overview	1
ANALYSIS OF ENACTED BUDGET	2
Operating Expenses (370321)	2
State Program Subsidies (370502)	2
Arts Council Program Support (370602)	2
Percent for Art Acquisitions (370603).....	3
Federal Support (370601)	3

ATTACHMENT:

Budget Spreadsheet By Line Item

Ohio Arts Council

- Primarily GRF-funded
- Overall funding increase of 1.5% in FY 2018 and flat funding in FY 2019
- GRF supports \$12.7 million each fiscal year in grants for artists and arts 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 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 the table below, the budget appropriates \$16.5 million in both FY 2018 and FY 2019, an increase of 1.5% from FY 2017 spending of \$16.2 million. OAC derives 89.1% of its funding from the GRF. Of this funding, 86.9% is used by OAC to award competitive grants. OAC also receives funding through various sources that support the expenses of the specific programs offered and the Percent for Art Program, all of which represent 3.3% of OAC's appropriations. In addition to these sources, OAC receives funding from the National Endowment for the Arts (NEA). These federal grants comprise 7.6% of the budget.

Agency Appropriations by Fund Group, FY 2018-FY 2019 (Am. Sub. H.B. 49)					
Fund Group	FY 2017*	FY 2018	% change, FY 2018-FY 2019	FY 2019	% change, FY 2018-FY 2019
General Revenue	\$14,935,162	\$14,653,879	-1.9%	\$14,653,879	0.0%
Dedicated Purpose	\$283,517	\$550,000	94.0%	\$550,000	0.0%
Federal	\$998,805	\$1,250,000	25.2%	\$1,250,000	0.0%
TOTAL	\$16,217,484	\$16,453,879	1.5%	\$16,453,879	0.0%

*FY 2017 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 2018	FY 2019
General Revenue Fund				
GRF	370321	Operating Expenses	\$1,923,129	\$1,923,129
GRF	370502	State Program Subsidies	\$12,730,750	\$12,730,750
General Revenue Fund Subtotal			\$14,653,879	\$14,653,879
Dedicated Purpose Fund Group				
4600	370602	Arts Council Program Support	\$325,000	\$325,000
4B70	370603	Percent for Art Acquisitions	\$225,000	\$225,000
Dedicated Purpose Fund Group Subtotal			\$550,000	\$550,000
Federal Fund Group				
3140	370601	Federal Support	\$1,250,000	\$1,250,000
Federal Fund Group Subtotal			\$1,250,000	\$1,250,000
Total Funding: Ohio Arts Council			\$16,453,879	\$16,453,879

Operating Expenses (370321)

This line item supports expenses including payroll and fringe benefits as well as supplies, maintenance, rent, and equipment costs. The budget appropriates \$1.9 million in each fiscal year, a 5.1% increase over FY 2017 spending of \$1.8 million.

State Program Subsidies (370502)

This GRF 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 \$12.7 million in each fiscal year, a decrease of \$373,967 (2.9%) from the FY 2017 spending level.

Arts Council Program Support (370602)

This line item supports a small portion of the operating expenses of OAC as well as a portion of the cost associated with management of the Riffe Gallery, located at the Vern Riffe Center in downtown Columbus. The remainder of the Riffe Gallery's budget is supported by GRF line item 370321, Operating Expenses. It also supports expenses related to the ArtsinOhio.com online event finder and the annual Governor's Awards for the Arts in Ohio, among other activities. Funds for this line item are received from various sources that support the expenses of the specific programs offered, including

intrastate transfer vouchers from the Department of Administrative Services for operation of the Riffe Gallery, contributions from the convention and visitors bureaus in Cincinnati, Cleveland, Columbus, and Toledo to manage ArtsinOhio.com, and Governor's Awards for the Arts in Ohio advertisement sales. The budget appropriates \$325,000 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, including new university structures, 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. Of this 1% set-aside, 7% may be used for OAC's administrative costs with respect to the program. Moneys appropriated in this line item support costs associated with the selection of artists for specific projects, such as travel, printing, honoraria, and other expenses of jurors and artists. It also supports a small amount of payroll for OAC staff. OAC may also use this line item to acquire art, though it has not done so in recent years. The budget appropriates \$225,000 in each fiscal year for this line item.

Federal Support (370601)

This line item is used to make grant awards for a variety of purposes through a federal grant from the National Endowment for the Arts (NEA). 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 seven years, Ohio has received the second highest NEA total award in the country behind California. The budget appropriates \$1.25 million in each fiscal year for this line item, a 25.2% increase from FY 2017 spending of \$1.0 million. 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 2018 - FY 2019 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			FY 2016	FY 2017	Appropriation FY 2018	FY 2017 to FY 2018 % Change	Appropriation FY 2019	FY 2018 to FY 2019 % Change
Report For Main Operating Appropriations Bill			Version: As Enacted					
ART Ohio Arts Council								
GRF	370321	Operating Expenses	\$ 1,800,350	\$ 1,830,445	\$ 1,923,129	5.06%	\$ 1,923,129	0.00%
GRF	370502	State Program Subsidies	\$ 10,885,357	\$ 13,104,717	\$ 12,730,750	-2.85%	\$ 12,730,750	0.00%
General Revenue Fund Total			\$ 12,685,707	\$ 14,935,162	\$ 14,653,879	-1.88%	\$ 14,653,879	0.00%
4600	370602	Arts Council Program Support	\$ 170,443	\$ 234,375	\$ 325,000	38.67%	\$ 325,000	0.00%
4B70	370603	Percent For Art Acquisitions	\$ 69,010	\$ 49,142	\$ 225,000	357.86%	\$ 225,000	0.00%
Dedicated Purpose Fund Group Total			\$ 239,453	\$ 283,517	\$ 550,000	93.99%	\$ 550,000	0.00%
3140	370601	Federal Support	\$ 805,027	\$ 998,805	\$ 1,250,000	25.15%	\$ 1,250,000	0.00%
Federal Fund Group Total			\$ 805,027	\$ 998,805	\$ 1,250,000	25.15%	\$ 1,250,000	0.00%
Ohio Arts Council Total			\$ 13,730,187	\$ 16,217,484	\$ 16,453,879	1.46%	\$ 16,453,879	0.00%