

**Council on the Arts
Budget No. 709
House Bill No. 1010**

	FTE Positions	General Fund	Other Funds	Total
2023-25 legislative appropriations	6.00	\$2,597,019	\$1,950,000	\$4,547,019
2023-25 base budget	5.00	1,662,766	1,788,922	3,451,688
Legislative increase (decrease) to base budget	1.00	\$934,253	\$161,078	\$1,095,331

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2023-25 legislative appropriations	\$2,338,089	\$258,930	\$2,597,019
2021-23 legislative appropriations	1,662,766	0	1,662,766
2023-25 legislative increase (decrease) to 2021-23 appropriations	\$675,323	\$258,930	\$934,253
Percentage increase (decrease) to 2021-23 appropriations	40.6%	N/A	56.2%

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS
Changes to Base Budget**

	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Adjusted funding for base payroll changes		\$87,703	(\$70,000)	\$17,703
Added funding to provide employee salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024		73,358		73,358
Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,643 per month		30,858		30,858
Added funding for 1 FTE administrative assistant position and related operating costs	1.00	73,750		73,750
Added funding for inflationary increases and restoration of operating reductions made in prior bienniums		87,048		87,048
Added funding for a contracted exhibition coordinator		24,000		24,000
Added funding for information technology software and supplies		51,400		51,400
Added funding for marketing		15,000		15,000

Added funding to improve accessibility to arts	16,600		16,600
Added funding for arts education grants	113,535		113,535
Adjusted funding for other grants	(5,295)	164,578	159,283
Reduced funding for operating fees and services		(3,500)	(3,500)
Transferred funding for new FTE positions and estimated savings from vacant FTE positions to a new and vacant FTE funding pool in the Office of Management and Budget	(85,634)		(85,634)
Added funding for the arts across the prairie initiative, including \$170,000 of one-time funding , of which \$100,000 is from the general fund and \$70,000 is from a Department of Commerce grant	293,000	70,000	363,000
Added one-time funding for new FTE one-time costs	2,500		2,500
Added one-time funding for accrued leave payouts for retiring staff	106,430		106,430
Added one-time funding for a strategic planning consultant	40,000		40,000
Added one-time funding for information technology equipment	10,000		10,000
Total	<u>1.00</u>	<u>\$934,253</u>	<u>\$1,095,331</u>

FTE Changes

The Legislative Assembly approved 6 FTE positions for the Council on the Arts for the 2023-25 biennium, an increase of 1 FTE position from the 2021-23 biennium authorized level of 5 FTE positions. The Legislative Assembly added 1 FTE administrative assistant position.

One-Time Funding

The following is a summary of one-time funding items for the Council on the Arts for the 2023-25 biennium:

	General Fund	Other Funds	Total
Arts across the prairie initiative	\$100,000	\$70,000	\$170,000
New FTE costs	2,500		2,500
Accrued leave payouts	106,430		106,430
Strategic planning consultant	40,000		40,000
Information technology equipment	10,000		10,000
Total	\$258,930	\$70,000	\$328,930

Other Sections in House Bill No. 1010

Cultural endowment fund - Section 3 appropriates all income from the cultural endowment fund to the Council on the Arts during the 2023-25 biennium for furthering the cultural arts in the state.

Gifts, grants, and bequests - Section 4 appropriates all income from gifts, grants, devises, bequests, donations, and assignments received by the Council on the Arts during the 2023-25 biennium.

Exemption - Line item transfers - Section 5 allows for the transfer of funding between line items as requested by the Council on the Arts. The department shall report to the Budget Section any transfer made in excess of \$50,000.

Emergency clause - Section 6 declares the one-time appropriation of \$106,430 from the general fund for accrued leave payouts to retiring staff to be an emergency measure.

Related Legislation

Senate Bill No. 2015 (2023) - Funding pools - Includes funding pools from which the Council on the Arts may receive allocations, including the:

- Employer retirement contribution pool from which the Council on the Arts is to receive \$5,650 from the general fund in accordance with provisions of Section 23 of Senate Bill No. 2015 for the 1 percent employer retirement contribution increase provided for in House Bill No. 1040 (2023);
- New and vacant FTE funding pool from which the agency may request funding when hiring new FTE positions or if the agency does not realize sufficient savings from vacant FTE positions in accordance with provisions of Section 22 of Senate Bill No. 2015; and
- Targeted market equity pool from which the Council on the Arts may receive an allocation as determined by the Office of Management and Budget in accordance with provisions of Section 20 of Senate Bill No. 2015.