

*Rhode Island
State Council on the Arts
FY 2014 Revised and FY 2015 Budgets*

Staff Presentation
March 5, 2014

Background and History

- *Arts Council was established in 1967*
 - *Stimulate public interest and participation in the arts*
 - *Serve as the liaison to the state arts community*

Background and History

■ Vision

- To envision a Rhode Island where all people have an opportunity to participate in the arts, where the arts contribute to the social, economic and educational well-being of our state, and where the arts are valued by all Rhode Islanders as an integral part of life.

■ Mission

- To serve as a catalyst for the advancement, appreciation and promotion of excellence in the arts, by encouraging leadership, participation, and education in the arts for all Rhode Islanders.

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Summary by Source

<i>Millions</i>	<i>FY 2014 Enacted</i>	<i>FY 2014 Gov. Rev.</i>	<i>Change</i>	<i>FY 2015 Gov. Rec</i>	<i>Change</i>
General Revenue	\$1.3	\$1.3	\$ -	\$2.3	\$1.0
Federal Funds	0.8	0.8	-	0.8	-
Other Funds	0.6	0.6	-	0.6	-
Total	\$2.8	\$2.8	\$ -	\$3.8	\$1.0

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Summary by Category

<i>Millions</i>	<i>FY 2014 Enacted</i>	<i>FY 2014 Gov. Rev.</i>	<i>Change</i>	<i>FY 2015 Gov. Rec.</i>	<i>Change</i>
Salaries & Benefits	\$0.6	\$0.6	\$ -	\$0.6	\$ -
Contracted & Operating	0.1	0.1	-	0.1	-
Grants	1.5	1.5	-	2.5	1.0
Capital	0.6	0.6	-	0.6	-
Total	\$2.8	\$2.8	\$ -	\$3.8	\$1.0

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Target Budget

■ **Target**

- Budget Office provided a general revenue target of \$1,269,471
 - Current Service Adjustments of \$5,182
 - 7% reduction of \$71,341
- Request met target by reducing discretionary grants by \$125,975 and adjusting other operating expenses

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Staffing

- *Governor includes \$0.6 million for 6.0 positions for FY 2014 and FY 2015*
 - *Consistent with enacted and requested*
- *Currently 6.0 positions filled*
- *Assumes approximately \$40,000 from turnover savings in FY 2014*
- *FY 2015: Fully funds 6.0 positions*

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Discretionary Grants

- *Governor recommends \$1.0 million more than enacted from general revenues*
 - *Council's constrained request reduced general revenues by \$0.1 million*

	FY 11	FY 12	FY 13	FY 14	FY 15
<i>Millions</i>	Actual	Actual	Actual	Enacted	Gov. Rec.
Gen Rev	\$0.6	\$0.6	\$0.6	\$0.6	\$1.6
Federal	0.8	0.6	0.5	0.6	0.6
Total	\$1.2	\$1.2	\$1.1	\$1.2	\$2.2

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Discretionary Grants

- *The Council requests \$0.1 million more than enacted from general revenues*
- *\$0.1 million for the Main Street Initiative urban arts and beautification program*
 - *The Governor did not recommend the increased funding for this program however included additional funding for Creative and Cultural Economy Grants*

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Creative and Cultural Economy

- *Article 5 recommends \$35.0 million from new general obligation bonds for November 2014 ballot*
 - *\$30.0 million - renovations to public and nonprofit theaters and performance spaces*
 - *\$5.0 million - historic sites and nonprofits*
- *Governor has not provided specific information as to process, grantees, or awards*
- *Hearing was held on February 26*

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Creative and Cultural Economy

- *Annual debt service for the bond would be approximately \$2.8 million per year for 20 years*
 - *Assumes 5.0 percent rate*

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Creative and Cultural Economy

- *\$1.0 million for grants promoting the arts-based economy throughout the state*
 - *Includes welcome signs and enhancement transportation corridors, gateways and districts*
 - *Joint program between DOT, HPHC, RI Commerce Corporation, local municipalities and regional convention*

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Creative and Cultural Economy

- *Governor's budget recommendation includes investments in arts-based economy*
 - *Recognizes the role of the state's arts in attracting tourism and creating economic activity*
 - *New Creative and Cultural Economy Coordinator in RI Commerce Corporation*
- *2013 Assembly – Created "State of the Arts Task Force" for collaboration of state agencies in attracting and retaining arts based economic activity*
 - *As of February 2014, the task force has not met*

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Community Service Grants

- *Grants for community based projects at arts-based organizations*
- *Current recipients include: AS220, PPAC, Trinity Repertory Company, RI Philharmonic*

	FY 11	FY 12	FY 13	FY 14	FY 15
<i>Millions</i>	Actual	Actual	Actual	Enacted	Gov. Rec.
Total	\$0.4	\$0.4	\$0.6	\$0.3	\$0.3

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Percent for Arts Program

■ *Percent for Art Program*

- Includes \$0.6 million in FY 2014 and \$0.6 million in FY 2015 from other funds*
- As of January 1, 1988, all state buildings or facilities constructed, remodeled, or renovated shall include works of art for public display*
- At least 1.0% of the total cost of project*

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Percent for Arts Projects

Project	Pre FY 2014	FY 2014	FY 2015	Total Cost
Intermodal Station	\$165,000	\$135,000	\$-	\$300,000
Wickford Junction	120,000	150,000	199,243	350,000
URI - Biotech	267,707	383,293	-	651,000
URI – Pharmacy	995,020	-	-	995,020
RIC – Arts Center	120,000	80,000		200,000
DMV	\$2,000	\$ -	\$ -	\$2,000

(Continued)

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Percent for Arts Projects

Projects Continued	Pre FY 2014	FY 2014	FY 2015	Total Cost
School for the Deaf	\$120,000	\$150,000	\$199,243	\$350,000
Slater Hospital	43,000	-	-	43,000
Met School	-	-	370,000	370,000
Veterans' Home	-	-	100,000	100,000
Total	\$1,800,727	\$712,628	\$633,655	\$2,513,355

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Reporting Requirements

- *2013 Assembly enacted legislation requiring OMB to prepare, review, and inventory all reports filed with Assembly*
 - *Report to be presented to Assembly as part of budget submission annually*
 - *Public arts and grant recipients*
- *Currently submitting all*

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