

# Arizona Historical Society

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DESCRIPTION	FY 2004 ACTUAL	FY 2005 ESTIMATE	FY 2006 JLBC	FY 2007 JLBC
<b>OPERATING BUDGET</b>				
<i>Full Time Equivalent Positions</i>	59.9	59.9	59.9	59.9
Personal Services	1,259,100	1,273,700	1,273,700	1,273,700
Employee Related Expenditures	355,000	367,500	407,700	407,700
Professional and Outside Services	24,500	27,900	27,900	27,900
Other Operating Expenditures	269,000	287,900	247,700	247,700
Equipment	300	0	0	0
<b>OPERATING SUBTOTAL</b>	<b>1,907,900</b>	<b>1,957,000</b>	<b>1,957,000</b>	<b>1,957,000</b>
<b>SPECIAL LINE ITEMS</b>				
Field Services & Grants	80,000	80,000	80,000	80,000
Papago Park Museum	1,407,700	1,618,800	2,084,100	2,086,200
<b>AGENCY TOTAL</b>	<b>3,395,600</b>	<b>3,655,800</b>	<b>4,121,100</b>	<b>4,123,200</b>

<b>FUND SOURCES</b>				
General Fund	3,395,600	3,462,100	3,927,400	3,929,500
<u>Other Appropriated Funds</u>				
Capital Outlay Stabilization Fund	0	193,700	193,700	193,700
SUBTOTAL - Other Appropriated Funds	0	193,700	193,700	193,700
<b>SUBTOTAL - Appropriated Funds</b>	<b>3,395,600</b>	<b>3,655,800</b>	<b>4,121,100</b>	<b>4,123,200</b>
<u>Other Non-Appropriated Funds</u>				
Other Non-Appropriated Funds	1,244,300	1,331,500	1,331,500	1,331,500
Federal Funds	5,900	0	0	0
<b>TOTAL - ALL SOURCES</b>	<b>4,645,800</b>	<b>4,987,300</b>	<b>5,452,600</b>	<b>5,454,700</b>

CHANGE IN FUNDING SUMMARY	FY 2005 to FY 2006 JLBC		FY 2005 to FY 2007 JLBC	
	\$ Change	% Change	\$ Change	% Change
General Fund	465,300	13.4%	467,400	13.5%
Other Appropriated Funds	0	0.0%	0	0.0%
Total Appropriated Funds	465,300	12.7%	467,400	12.8%
Non Appropriated Funds	0	0.0%	0	0.0%
Total - All Sources	465,300	9.3%	467,400	9.4%

**AGENCY DESCRIPTION** — The Arizona Historical Society acquires, preserves, maintains, and publicly exhibits archival and museum objects pertaining to the history of Arizona, the West, and the Indian tribes inhabiting the state. The Society's major museums are in Yuma, Flagstaff, Tucson, Phoenix and Tempe (Papago Park).

PERFORMANCE MEASURES	FY 2003 Actual	FY 2004 Actual	FY 2005 Estimate	FY 2006 JLBC
• Museum visitors and researchers	154,100	99,571	175,000	--
• Paid number of visitors (NEW)	--	28,600	30,000	30,000
• Number of volunteer hours	60,000	52,000	60,000	--
• Private funds raised from grants and donations (\$ in millions)	0.5	NA	1.2	--
• Administration as a % of total cost	21.5	NA	15.0	--
• Customer satisfaction rating (Scale 1-8)	7.0	NA	7.0	7.0

**Comments:** The agency did not submit information for any measure labeled as "NA." The agency indicates that the decrease of 54,529 museum visitors and researchers from FY 2003 to FY 2004 was due to first time implementation of admission fees and a general decrease in tourism. The "Museum visitors and researchers" performance measure will be discontinued and replaced by the "Paid number of visitors" measure, since Laws 2004, Chapter 286 now authorizes the agency to charge a fee for its services.

**RECOMMENDED CHANGES FROM FY 2005**

**Operating Budget**

The JLBC recommends \$1,957,000 from the General Fund for the operating budget in FY 2006 and FY 2007. These amounts are unchanged from FY 2005.

**Special Line Items**

**Field Services and Grants**

The JLBC recommends \$80,000 from the General Fund for Field Services and Grants in FY 2006 and FY 2007. These amounts are unchanged from FY 2005.

This program is authorized by A.R.S. § 41-821H and A.R.S. § 41-821I, which allow the Arizona Historical Society to contract with certified county historical societies for services to be performed for the benefit of the state. Such services may include restoration and maintenance of historical buildings, curation and registration of historical artifacts, and personnel costs incurred by a county historical society in presenting or preserving historic materials. Contracts are awarded where historical materials are in the greatest need of additional care. To qualify as a certified historical society, the society must be nonprofit and have a functioning program of historical value. Certification and contract agreements are reviewed annually.

**Papago Park Museum**

The JLBC recommends \$2,084,100 and 16 FTE Positions for the Papago Park Museum in FY 2006. This amount consists of \$193,700 from the Capital Outlay Stabilization Fund and \$1,890,400 from the General Fund. The JLBC further recommends \$2,086,200 for the Papago Park Museum in FY 2007. This amount consists of \$193,700 from the Capital Outlay Stabilization Fund and \$1,892,500 from the General Fund. These amounts would fund the following adjustments:

		<u>FY 2006</u>	<u>FY 2007</u>
<b>Lease-Purchase</b>	<b>GF</b>	<b>\$465,300</b>	<b>\$467,400</b>

The JLBC recommends an increase of \$465,300 from the General Fund in FY 2006 and an increase of \$467,400 in FY 2007 for a lease-purchase payment. The lease-purchase payment in FY 2005 totaled \$914,400. Due to the way the lease-purchase agreement is structured, this amount will increase to \$1,379,700 in FY 2006 and \$1,381,800 in FY 2007. This will require a payment increase of \$465,300 in FY 2006 and \$467,400 in FY 2007. If the agency were to absorb this cost, a 29% reduction in all other expenditures would be required for the Papago Park Museum.

This line item funds operation of the Papago Park Museum.

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**JLBC RECOMMENDED FORMAT** — Operating Lump Sum with Special Line Items by Agency

**JLBC RECOMMENDED FOOTNOTES**

*Standard Footnotes*

Of the \$80,000 appropriation for Field Services and Grants, \$50,000 reverts if the City of Phoenix does not make its agreed upon cash contribution pursuant to the memorandum of understanding executed between the City of Phoenix and the Arizona Historical Society.

**JLBC RECOMMENDED STATUTORY CHANGES**

The JLBC recommends amending A.R.S. § 41-823 to allow the Arizona Historical Society to charge admission to museums. That law currently requires agency services to be provided “without charge,” although expiring session law language from Laws 2004, Chapter 286 allows admission fees to be charged for FY 2005.

SUMMARY OF FUNDS	FY 2004 Actual	FY 2005 Estimate
<b>Federal Grants (HIA2000/A.R.S. § 41-821)</b>		<b>Non-Appropriated</b>
Source of Revenue: Federal grants.		
Purpose of Fund: To be used in accordance with the requirements of each grant.		
Funds Expended	5,900	0
Year-End Fund Balance	0	0
<b>Permanent Arizona Historical Society Revolving (HIA2900/A.R.S. § 14-826)</b>		<b>Non-Appropriated</b>
Source of Revenue: Monies from the operation of gift shops, book shops, food service facilities, and charges for the use of or admission into any of the society's facilities.		
Purpose of Fund: For enhancing the programs of the society, or operating or improving its facilities.		
Funds Expended	24,700	79,800
Year-End Fund Balance	109,500	118,700

SUMMARY OF FUNDS	FY 2004 Actual	FY 2005 Estimate
<b>Preservation and Restoration (HIA2125/A.R.S. § 41-825)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Reproduction charges.		
<b>Purpose of Fund:</b> To preserve and restore historic photographs.		
<b>Funds Expended</b>	23,300	31,900
<b>Year-End Fund Balance</b>	64,200	72,300
<b>Private (HIA9447/A.R.S. § 41-821)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Revenues are generated through memberships, unrestricted donations, and program revenue. The fund is held in trust by the Society Treasurer and invested with the State Treasurer's Local Government Investment Pool.		
<b>Purpose of Fund:</b> For operating expenses.		
<b>Funds Expended</b>	776,200	603,000
<b>Year-End Fund Balance</b>	399,600	288,300
<b>Private Grants (HIA9449/A.R.S. § 41-821)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Derived from the following sources: AHS Foundation; National Endowment for the Humanities; DeGrazia Foundation. The fund is held in trust by the Society Treasurer and invested with the State Treasurer's Local Government Investment Pool.		
<b>Purpose of Fund:</b> To be used in accordance with the requirements of each grant.		
<b>Funds Expended</b>	51,900	110,500
<b>Year-End Fund Balance</b>	51,600	104,100
<b>Restricted (HIA9448/A.R.S. § 41-821)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Private restricted donations. The fund is held in trust by the Society Treasurer and invested with the State Treasurer's Local Government Investment Pool.		
<b>Purpose of Fund:</b> To be used for specific projects as designated by donor.		
<b>Funds Expended</b>	347,400	505,300
<b>Year-End Fund Balance</b>	132,000	286,100
<b>Trust (HIA9450/A.R.S. § 41-821)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies held in trust for specific purposes. The fund is held in trust by the Society Treasurer and invested with the State Treasurer's Local Government Investment Pool. Only interest earnings are expended.		
<b>Purpose of Fund:</b> For operating expenses.		
<b>Funds Expended</b>	20,800	1,000
<b>Year-End Fund Balance</b>	120,000	128,300

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