

Director: Robert Booker

JLBC Analyst: Leatta McLaughlin

	FY 2005 Actual	FY 2006 Estimate	FY 2007 Approved
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	11.5	11.5	11.5
Personal Services	400,300	423,400	443,900
Employee Related Expenditures	108,200	123,700	143,600
Travel - In State	10,000	10,000	10,000
Travel - Out of State	800	800	800
Other Operating Expenditures	30,600	26,700	26,700
OPERATING SUBTOTAL	549,900	584,600	625,000
SPECIAL LINE ITEMS			
Arts Endowment Fund	2,000,000	2,000,000	2,000,000
Community Service Projects	1,268,900	1,263,100	1,263,100
AGENCY TOTAL	3,818,800	3,847,700	3,888,100^{1/}
FUND SOURCES			
General Fund	3,818,800	3,847,700	3,888,100
SUBTOTAL - Appropriated Funds	3,818,800	3,847,700	3,888,100
Other Non-Appropriated Funds	3,078,400	3,266,100	3,282,600
TOTAL - ALL SOURCES	6,897,200	7,113,800	7,170,700

AGENCY DESCRIPTION — The agency promotes arts in the state by offering matching grants to communities and arts organizations, developing programs in-house to showcase artists in all disciplines, and serving as a resource for local artists.

	FY 2003 Actual	FY 2004 Actual	FY 2005 Actual	FY 2007 Approved
PERFORMANCE MEASURES				
• Customer satisfaction rating (Scale 1-8)	7.5	7.4	7.0	7.5

This agency’s budget was originally appropriated in Laws 2005, Chapter 286. For details on this agency’s original FY 2007 budget, please see the *FY 2006 Appropriations Report*. Laws 2006, Chapter 344 made adjustments to the agency’s FY 2007 budget as discussed below.

Operating Budget

The budget provides \$625,000 from the General Fund for the operating budget in FY 2007. The amount includes an increase of \$59,300 from the General Fund for statewide adjustments. (Please see the *Statewide Adjustments section at the end of this Appropriations Report for details*.)

Additional Legislation

Arts Endowment Fund Deposit
Laws 2006, Chapter 344 deposits \$5,000,000 from the General Fund into the Arts Endowment Fund in FY 2007.

Along with the \$2,000,000 appropriated by Laws 2005, Chapter 286, this provides the Arts Endowment Fund with a total of \$7,000,000 in FY 2007. At the end of FY 2007, the fund will have a balance of \$20,000,000.

Laws 1996, Chapter 186 created an annual appropriation of no more than \$2,000,000 to the Arts Endowment Fund. The Legislature also specified its intent that each annual appropriation be matched by a “comparable commitment” of private funds.

The fund began receiving \$2,000,000 deposits in FY 1998. Laws 2002, 3rd Special Session, Chapter 1 suspended the deposits in FY 2002 and FY 2003, but extended the final deposit to FY 2009, when the fund would have accrued \$20,000,000. Laws 2002, Chapter 1, 6th Special Session transferred \$1,000,000 of the principal to the General Fund. The fund had a balance of \$13,000,000 at the end of FY 2006.

^{1/} General Appropriation Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

Since the fund will accrue the intended \$20,000,000 amount by the end of FY 2007, the General Revenues Budget Reconciliation Bill (Laws 2006, Chapter 351) eliminates the statutory requirement to annually appropriate no more than \$2,000,000 from the General Fund to the Arts Endowment Fund.