

Representative Jim Fannin
Chairman



Representative Simone Champagne
Vice Chairman

**FY 14-15 Executive Budget Review
OFFICE of LIEUTENANT GOVERNOR
DEPARTMENT of CULTURE, RECREATION & TOURISM**

House Committee on Appropriations

By the House Fiscal Division

March 18, 2014



Agenda

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Department Structure

Office of the Lieutenant Governor

- Administrative Program
- Grants Program

Department of Culture, Recreation & Tourism

- Office of the Secretary
- Office of the State Library
- Office of the State Museum
- Office of State Parks
- Office of Cultural Development
- Office of Tourism





Means of Finance

Office of the Lieutenant Governor

Means of Finance	Actual Expenditures FY 12-13	Existing Operating Budget FY 13-14 (12/1/13)	Executive Budget Recommended FY 14-15	Change from FY 13-14 to FY 14-15	Percent Change from FY 13-14 to FY 14-15
State General Fund	\$1,378,838	\$1,508,211	\$1,482,867	(\$25,344)	(1.7%)
Interagency Transfers	\$106,945	\$325,000	\$325,000	\$0	0.0%
Fees and Self-Gen Rev	\$8,850	\$10,000	\$10,000	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$3,852,810	\$5,509,255	\$5,509,255	\$0	0.0%
TOTAL	\$5,347,443	\$7,352,466	\$7,327,122	(\$25,344)	(0.3%)
Authorized Positions	8	7	7	0	0.0%

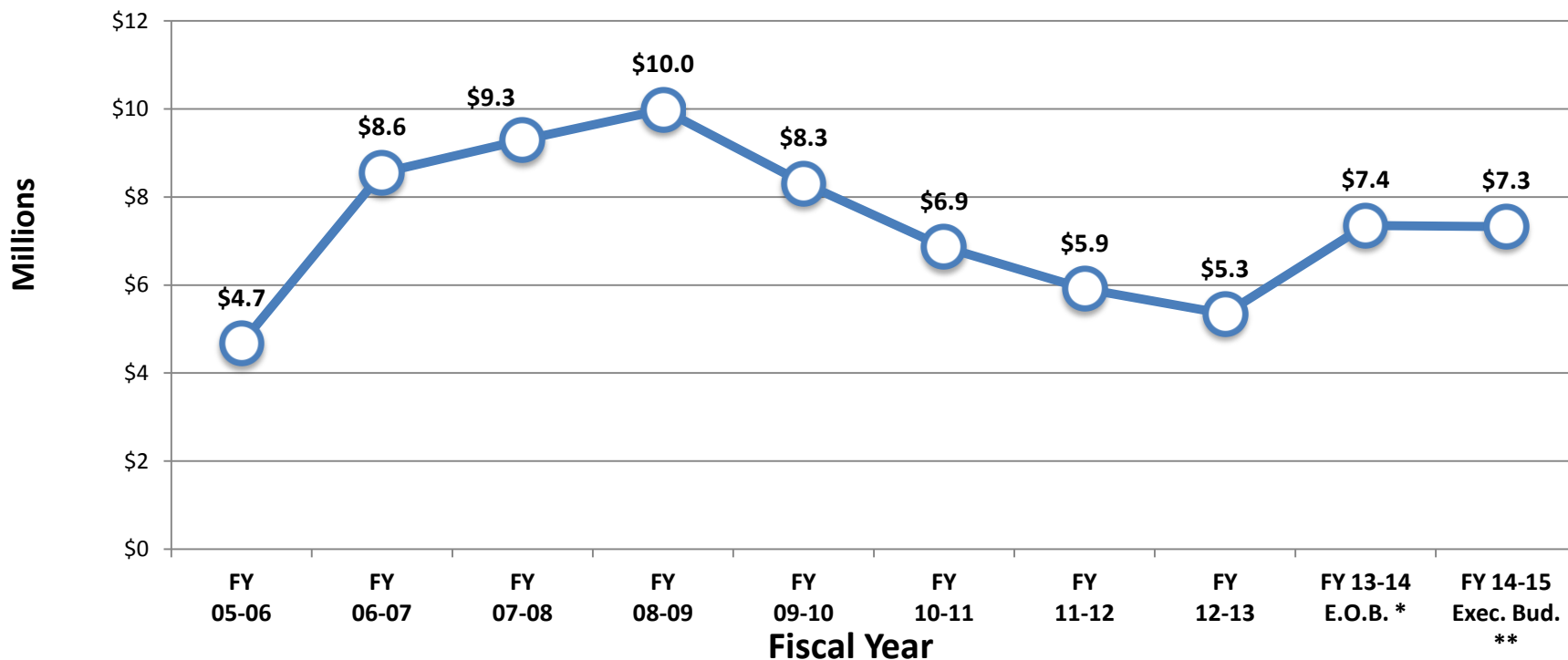
Significant Adjustments

Reduction in State General Fund is a result of eliminating funding for contracted services and acquisitions/major repairs that were carried forward from the previous year into the current year.



10-Year Budget History

OFFICE OF THE LIEUTENANT GOVERNOR (Total Funding)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/13

**Governor's Executive Budget Recommendation



Major Sources of Revenues FY 14-15

Office of the Lieutenant Governor

Self-Generated Revenues - \$10,000

- Contributions used to fund grants

Interagency Transfers - \$325,000

- From Governor's Office of Homeland Security and Emergency Preparedness (GHOSEP) and the Department of Culture, Recreation and Tourism

Federal Funds - \$5.5 million

- Americorp Funding from the Corporation for National and Community Service (CNCS)



Means of Finance

Department of Culture, Recreation & Tourism

Means of Finance	Actual Expenditures FY 12-13	Existing Operating Budget FY 13-14 (12/1/13)	Executive Budget Recommended FY 14-15	Change from FY 13-14 to FY 14-15	Percent Change from FY 13-14 to FY 14-15
State General Fund	\$33,275,466	\$33,151,834	\$34,885,365	\$1,733,531	5.2%
Interagency Transfers	\$3,657,138	\$7,094,455	\$5,455,462	(\$1,638,993)	(23.1%)
Fees and Self-Gen Rev	\$28,733,731	\$32,159,154	\$26,289,673	(\$5,869,481)	(18.3%)
Statutory Dedications	\$11,131,194	\$10,590,923	\$11,877,492	\$1,286,569	12.1%
Federal Funds	\$6,689,794	\$7,689,230	\$7,148,260	(\$540,970)	(7.0%)
TOTAL	\$83,487,323	\$90,685,596	\$85,656,252	(\$5,029,344)	(5.5%)
Authorized Positions	633	633	623	(10)	(1.6%)

Significant Adjustments:

Interagency Transfers

- Removal of excess budget authority from the Alligator, Oyster, Shrimp and Crab Boards and the Marketing Program

\$1.2M



Self Generated Revenues

- Removal of one-time BP settlement funding from the Seafood Promotion and Marketing Board

\$6.0M



Statutory Dedications

- Increases funds for state aid to public libraries

\$1.4M



Federal

- Removal of nonrecurring carryforwards from a federal grant for services

\$0.6M



Authorized Positions

- Ten vacant positions were cut from State Parks; two were annualizations of the Executive Order BJ 14-1 hiring freeze.

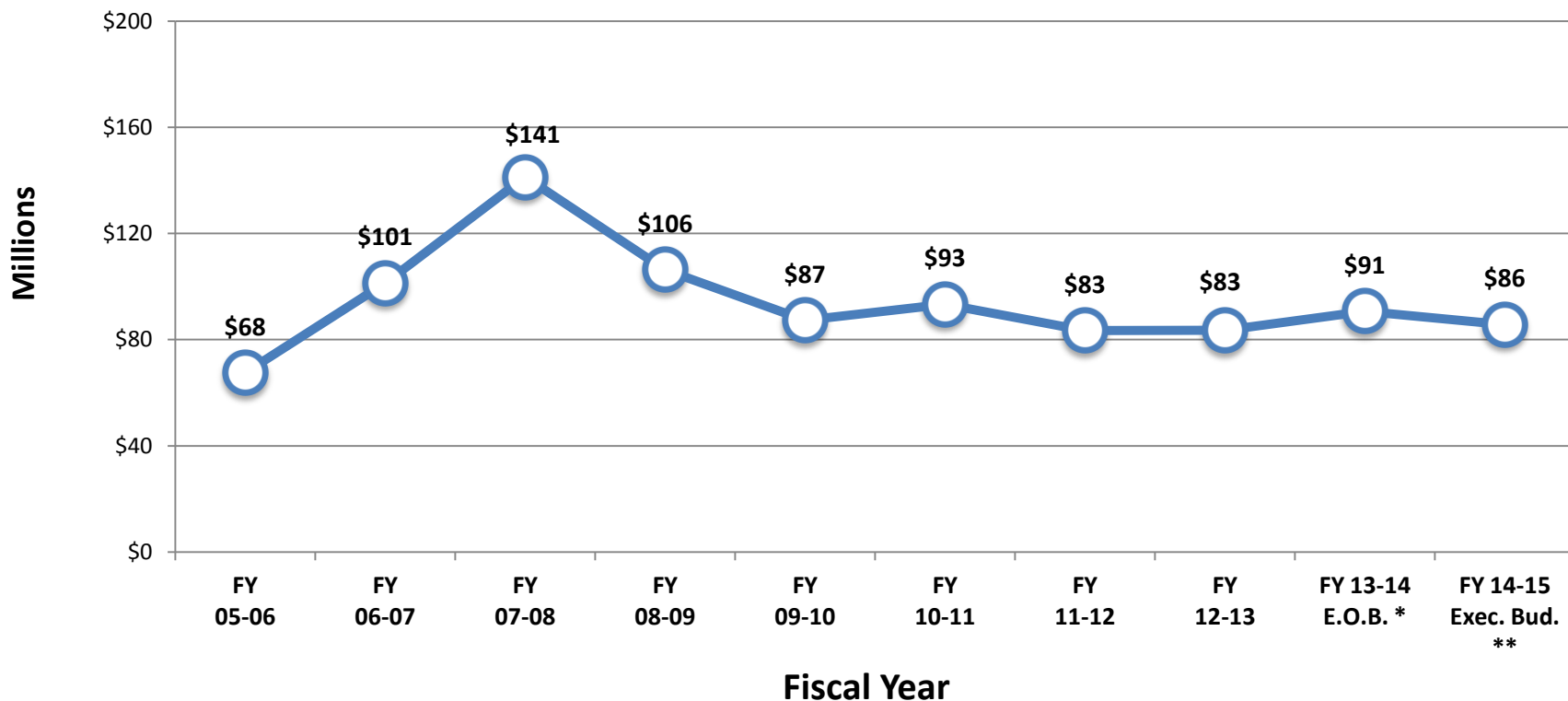
10 T.O.





10-Year Budget History

CULTURE, RECREATION & TOURISM (Total Funding)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/13

**Governor's Executive Budget Recommendation



Major Sources of Revenues FY 14-15

Culture, Recreation and Tourism

Self-Generated Revenues - \$26.3 million

- Primarily from the Louisiana Tourism Promotion District sales tax proceeds

Interagency Transfers - \$5.5 million

- Transfers from the Departments of Transportation and Development and Wildlife and Fisheries, and the Office of Tourism to other agencies in the department

Federal Funds - \$7.1 million

- From the National Oceanographic and Atmospheric Administration (NOAA), National Park Service (NPS), Corp of Engineers, and the National Endowment for the Arts (NEA)



CRT Major Sources of Revenue

Statutory Dedications Comparison

Fund Name	FY 13-14 EOB	FY 14-15 Proposed	Difference
Seafood Promotion and Marketing Fund	\$542,561	\$557,739	\$15,178
Overcollections Fund	\$0	\$1,400,000	\$1,400,000
State Parks Improvement and Repair Fund	\$9,411,362	\$9,282,753	(\$128,609)
Poverty Point Reservoir Development Fund	\$600,000	\$600,000	\$0
Archaeological Curation Fund	\$25,000	\$25,000	\$0
Audubon Golf Trail Development Fund	\$12,000	\$12,000	\$0
Total	\$10,590,923	\$11,877,492	\$1,286,569



OLG/CRT AGENCY COMPARISONS

Total Means of Financing

<u>OLG</u>	<u>FY 13-14 (EOB)</u>	<u>FY 14-15</u>	<u>Difference</u>
Lieutenant Governor (Total)	\$7,352,466	\$7,327,122	(\$25,344)
 <u>CRT</u>			
Office of the Secretary	\$12,284,050	\$5,773,746	(\$6,510,304)
Office of the State Library	\$7,658,695	\$8,834,983	\$1,176,288
Office of State Museum	\$6,757,167	\$7,082,882	\$325,715
Office of State Parks	\$32,720,284	\$32,742,716	\$22,432
Office of Cultural Development	\$6,844,474	\$6,928,361	\$83,887
Office of Tourism	\$24,420,926	\$24,293,564	(\$127,362)
TOTAL	\$90,685,596	\$85,656,252	(\$5,029,344)



Expenditure Breakdown

Office of the Lieutenant Governor

Expenditures	FY 12-13 Actual Expenditures	FY 13-14 Existing Operating Budget (12/1/13)	FY 14-15 Executive Budget Recommendation	Change from FY 13-14 to FY 14-15	Percent Change from FY 13-14 to FY 14-15
Salaries	\$607,352	\$605,483	\$619,285	\$13,802	2.3%
Other Compensation	\$22,583	\$18,340	\$18,340	\$0	0.0%
Related Benefits	\$256,248	\$239,763	\$270,332	\$30,569	12.7%
Travel	\$44,595	\$25,000	\$25,000	\$0	0.0%
Operating Services	\$36,545	\$64,897	\$64,897	\$0	0.0%
Supplies	\$18,439	\$31,991	\$31,991	\$0	0.0%
Prof Svcs	\$1,896	\$20,738	\$20,738	\$0	0.0%
Other Charges	\$4,359,005	\$6,346,254	\$6,276,539	(\$69,715)	(1.1%)
Acq/Major Repairs	\$780	\$0	\$0	\$0	0.0%
TOTAL EXP	\$5,347,443	\$7,352,466	\$7,327,122	(\$25,344)	(0.3%)

Salaries and Related Benefits

- The increase in salaries is caused by the performance adjustment for classified employees. The increase in Related Benefits is caused by retirement rate adjustments from 31% to 37%.

Other Charges

- The decrease is the result of eliminating funding for contracted services and acquisitions/major repairs that were carried forward from the previous year into the current year.

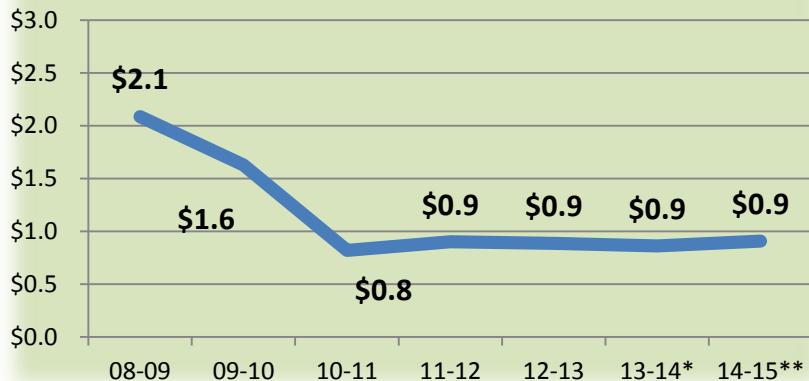


7-Year Expenditure History

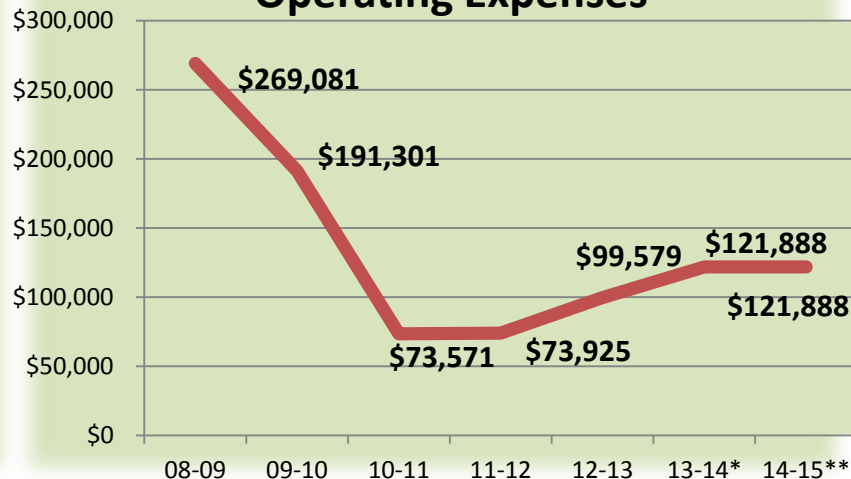
Office of the Lieutenant Governor

Personal Services

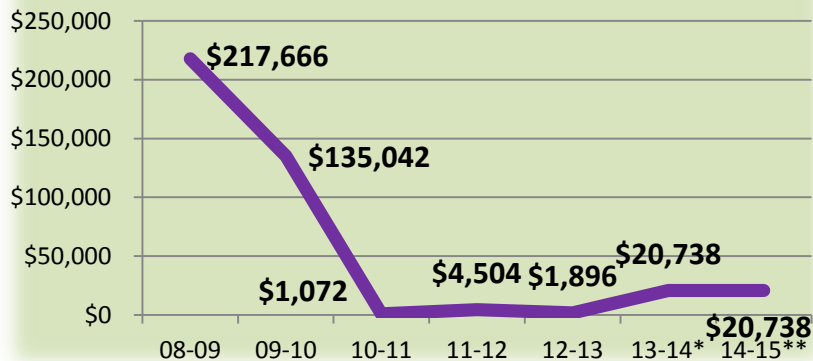
(in millions)



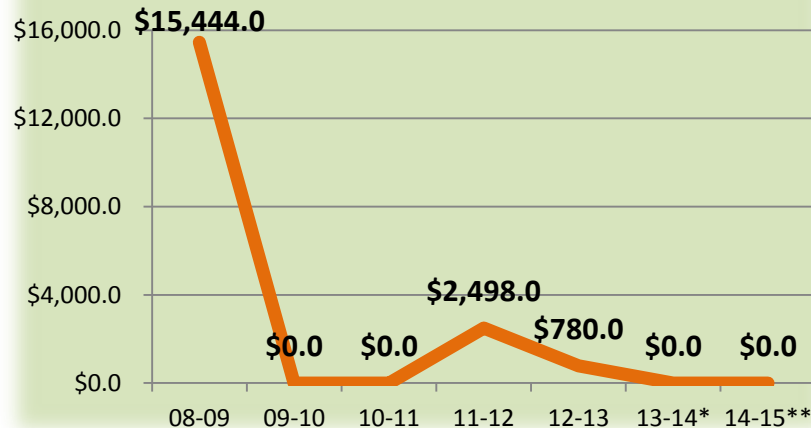
Operating Expenses



Professional Services

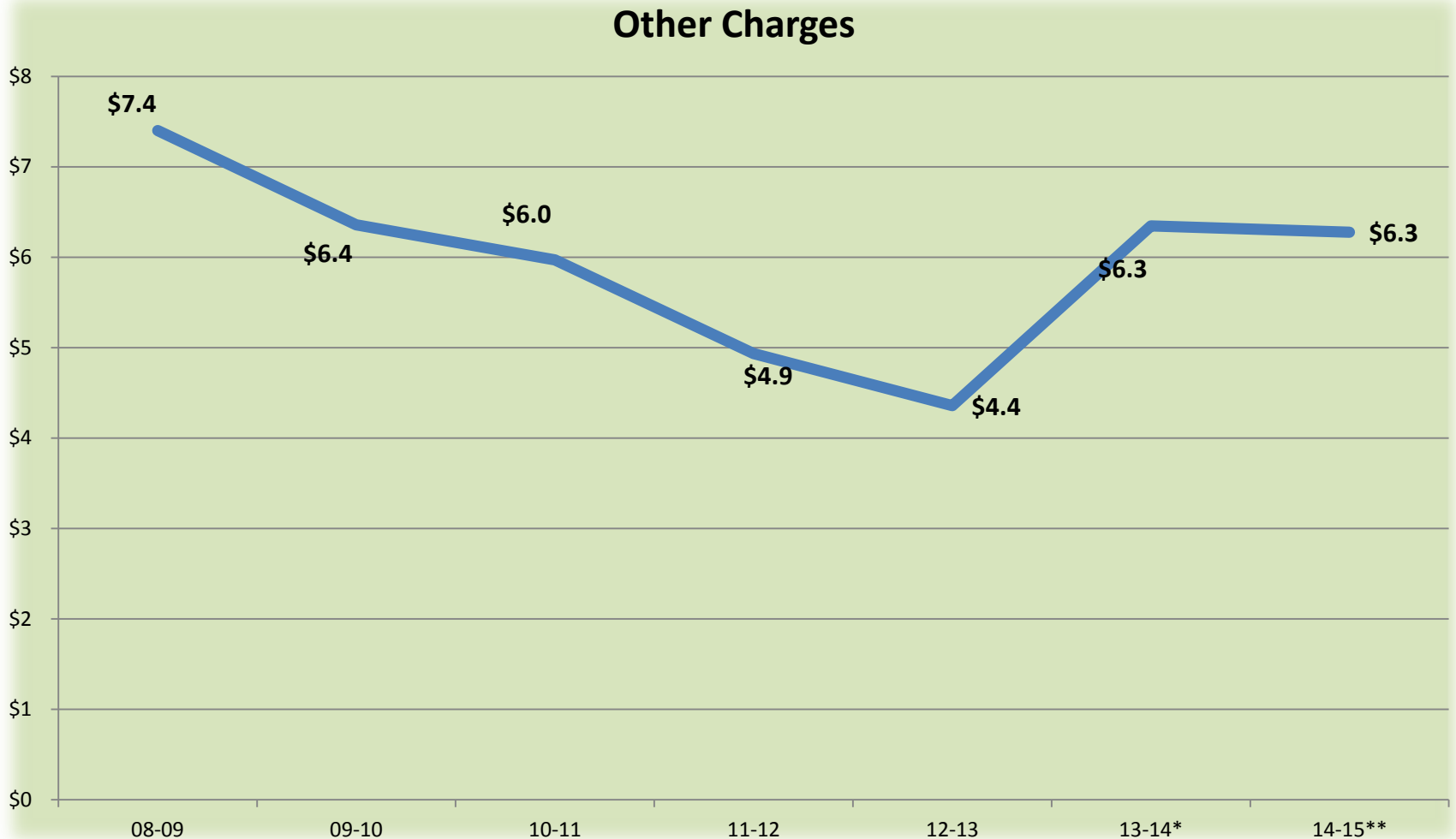


Acquisitions & Major Repairs





Other Charges - OLG





Expenditure Breakdown

Department of Culture, Recreation and Tourism

Expenditures	FY 12-13 Actual Expenditures	FY 13-14 Existing Operating Budget (12/1/13)	FY 14-15 Executive Budget Recommendation	Change from FY 13-14 to FY 14-15	Percent Change from FY 13-14 to FY 14-15
Salaries	\$23,093,053	\$24,040,028	\$24,603,091	\$563,063	2.3%
Other Compensation	\$2,054,223	\$2,427,280	\$2,427,280	\$0	0.0%
Related Benefits	\$10,970,098	\$11,427,630	\$12,962,176	\$1,534,546	13.4%
Travel	\$225,904	\$331,067	\$311,567	(\$19,500)	(5.9%)
Operating Services	\$7,282,489	\$12,712,314	\$8,037,237	(\$4,675,077)	(36.8%)
Supplies	\$2,521,186	\$2,936,060	\$2,925,619	(\$10,441)	(0.4%)
Prof Srvcs	\$6,420,002	\$7,044,094	\$6,830,342	(\$213,752)	(3.0%)
Other Charges	\$29,763,739	\$28,308,997	\$26,763,049	(\$1,545,948)	(5.5%)
Acq/Major Repairs	\$1,156,629	\$1,458,126	\$795,891	(\$662,235)	(45.4%)
TOTAL EXP	\$83,487,323	\$90,685,596	\$85,656,252	(\$5,029,344)	(5.5%)

Salaries and Related Benefits

- Provides for merit pay adjustments and increased retirement and health insurance costs

Operating Services/Other Charges

- Reduction of one-time funding for marketing

Acquisitions and Major Repairs

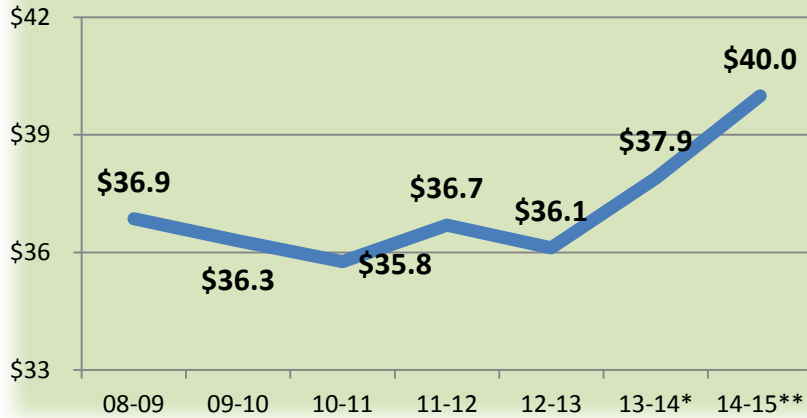
- Net decrease after removal of one-time funding for major repairs



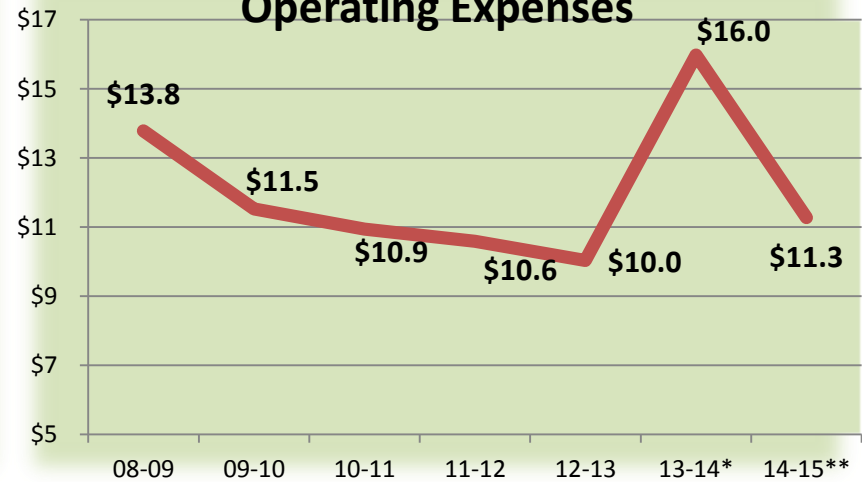
7-Year Expenditure History (in Millions)

Department of Culture, Recreation and Tourism

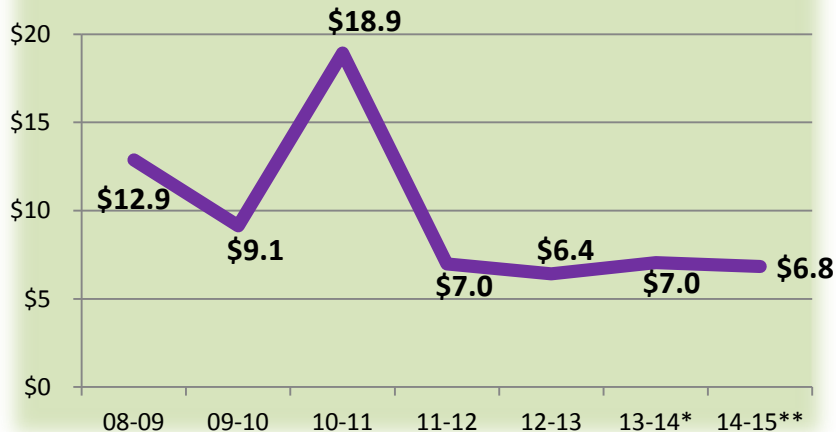
Personal Services



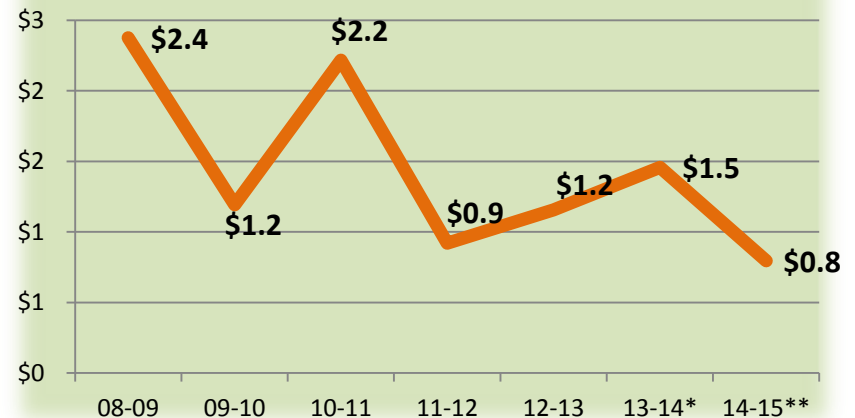
Operating Expenses



Professional Services

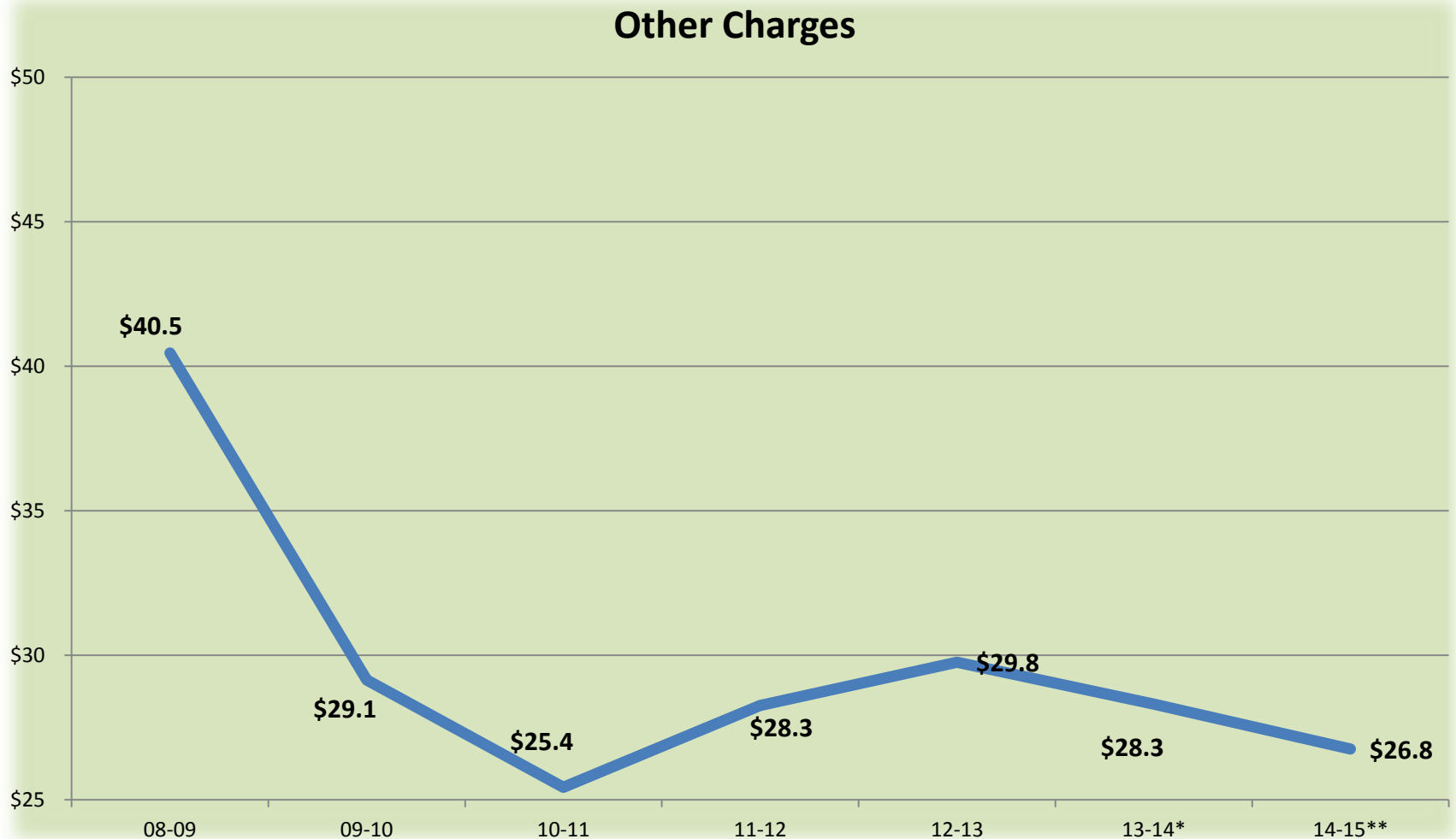


Acquisitions & Major Repairs





Other Charges - CRT





Significant Adjustments

Department of Culture, Recreation and Tourism

\$6.0 M
SGR



Removal of one-time British Petroleum settlement funding from the Seafood Promotion and Marketing Board

\$750k
SGF



Removal of one-time erosion repair funding for the Poverty Point State Park

\$1.4 M
SD



Provides Overcollections Funds for state aid to public libraries

\$2.7 M
Various
MOF



Provides funding for personal services, including an additional \$1.1 million for salaries, \$1.3 million for retirement, and \$207,300 for health insurance cost increases

\$.5 M
SGR



Reduces 10 vacancies and \$534,186 of associated funding from the State Parks

\$150K
SGF



Provides additional funding for the Council for the Development of French in Louisiana



Discretionary/Nondiscretionary Funding in FY 14-15

Executive Budget - OLG

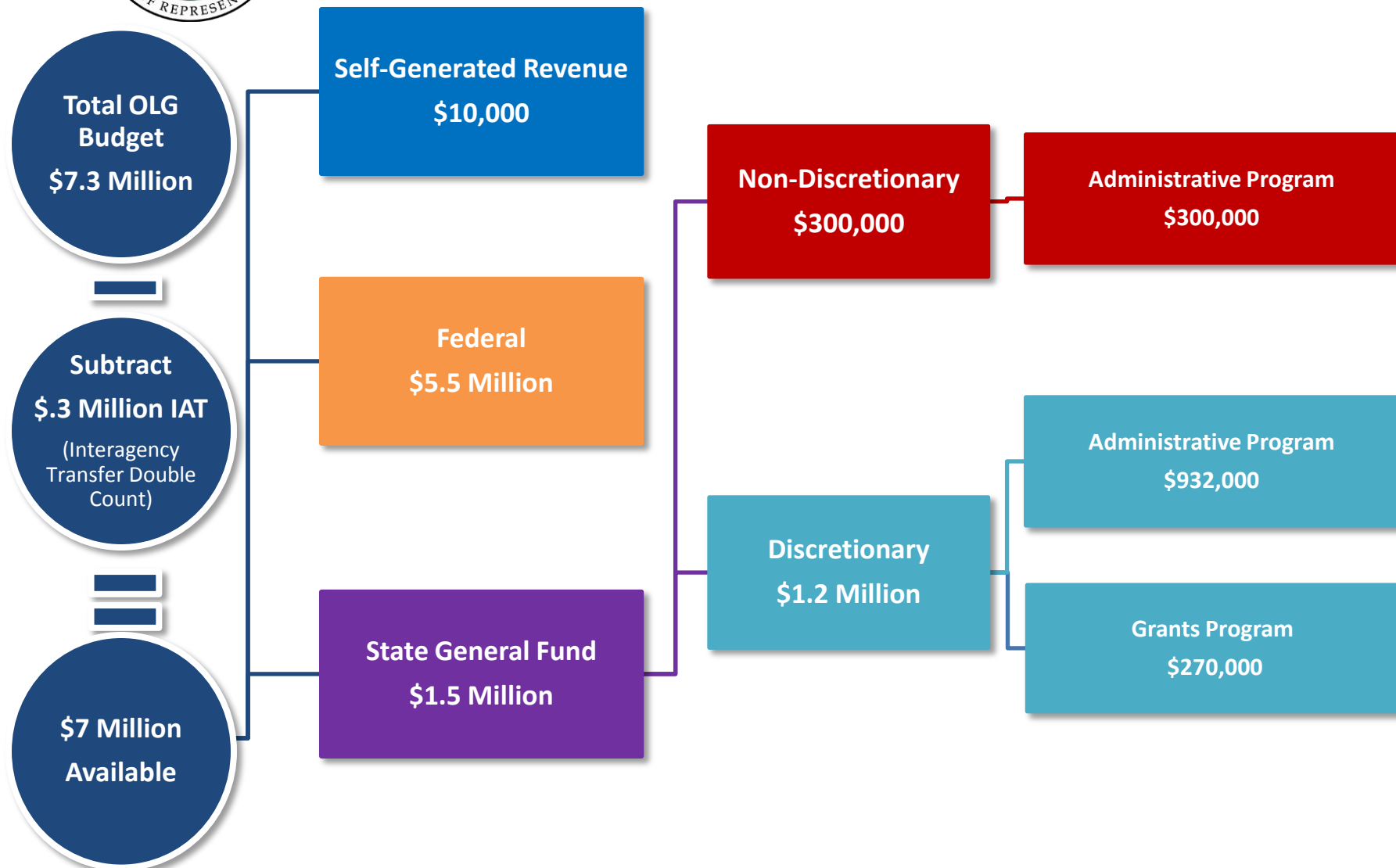
<u>Activity/Program</u>	<u>TOTAL FUNDING -\$7,327,122</u>		<u>STATE GENERAL FUND \$1,482,867</u>	
	Discretionary	Non-Discretionary	Discretionary	Non-Discretionary
<u>Administrative Program</u>	\$ 1,257,291	\$ 281,253	\$ 932,291	\$ 281,253
ENCORE! Louisiana	\$ 350,000	\$ 0	\$ 350,000	\$ 0
<u>Grants Program</u>	\$5,788,578	\$ 0	\$ 269,323	\$ 281,253
Americorp	\$ 5,059,255	\$ 0	\$ 269,323	\$ 0
TOTAL	\$7,045,869	\$ 281,253	❑\$1,201,614	\$ 281,253

❑ The discretionary State General Fund in the agency's budget is less than **1%** of the total discretionary State General Fund recommended for FY 14-15.



Discretionary/Nondiscretionary Funding in FY 14-15

Executive Budget - OLG





Discretionary/Nondiscretionary Funding in FY 14-15

Executive Budget - CRT

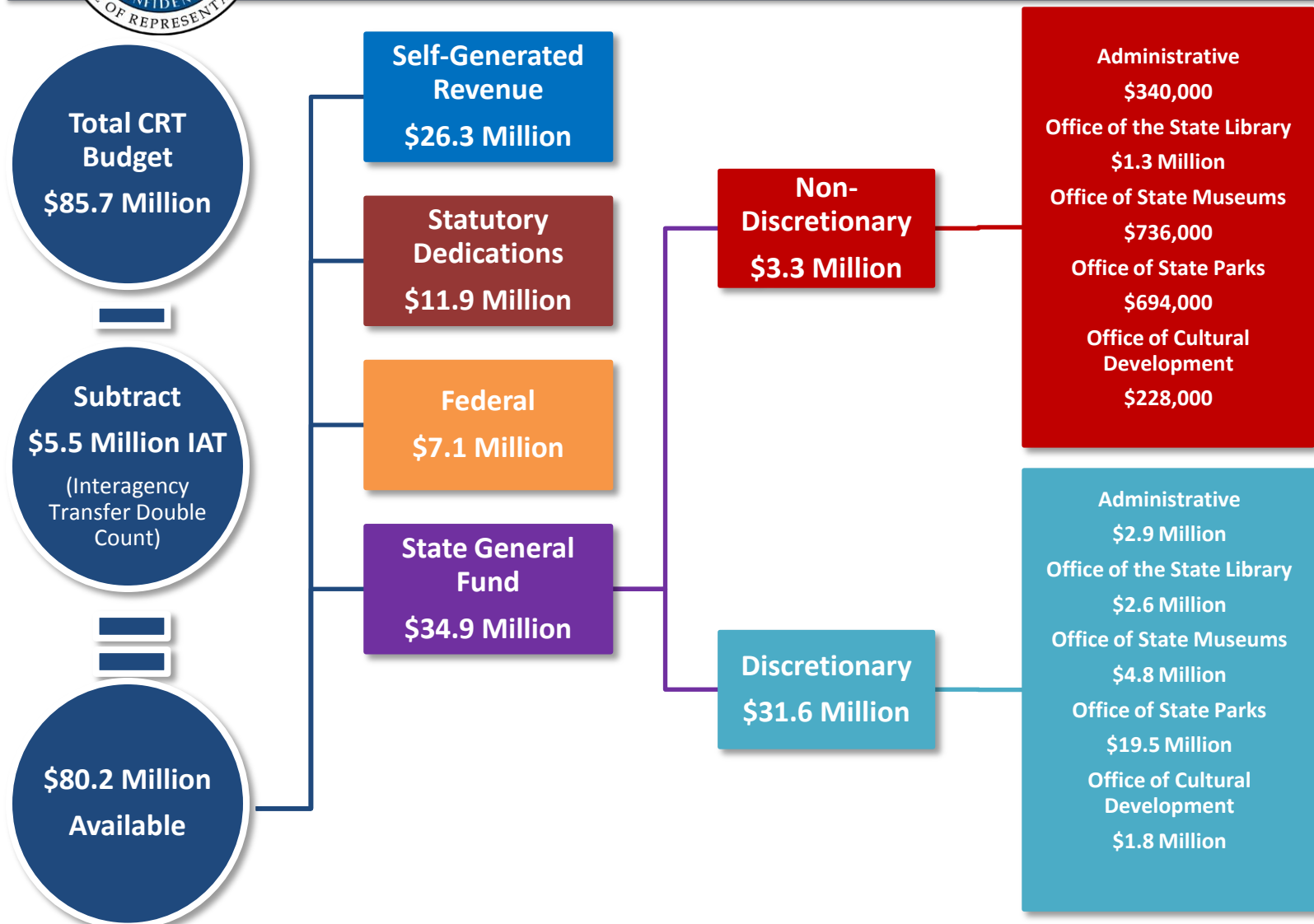
<u>Activity/Program</u>	<u>TOTAL FUNDING -\$85,656,252</u>		<u>STATE GENERAL FUND -\$34,885,365</u>	
	Discretionary	Non-Discretionary	Discretionary	Non-Discretionary
<u>Office of the Secretary</u>	\$ 5,433,916	\$ 339,830	\$ 2,940,487	\$ 339,830
Administration	\$ 764,601	\$ 16,060	\$ 763,601	\$ 16,060
Management and Finance	\$ 3,179,466	\$ 323,770	\$ 2,176,886	\$ 323,770
Seafood Promotion and Marketing	\$ 1,489,849	\$0	\$0	\$0
<u>Office of the State Library</u>	\$ 7,565,685	\$ 1,269,298	\$ 2,549,823	\$ 1,269,298
<u>Office of State Museums</u>	\$ 6,346,939	\$ 735,943	\$ 4,776,920	\$ 735,943
<u>Office of State Parks</u>	\$ 32,049,076	\$693,640	\$19,462,080	\$ 693,640
<u>Office of Cultural Development</u>	\$ 3,653,313	\$ 62,434	\$ 1,756,805	\$ 214,381
<u>Arts</u>	\$ 3,047,071	\$ 165,543	\$ 132,562	\$ 13,596
<u>Office of Tourism</u>	\$24,027,657	\$265,907	\$ 0	\$ 0
TOTAL	\$82,123,657	\$ 3,532,595	❑ \$ 31,618,677	\$ 3,266,688

❑ The discretionary State General Fund in the agency's budget is approximately 1.1% of the total discretionary State General Fund recommended for FY 14-15.



Discretionary/Nondiscretionary Funding in FY 14-15

CRT





Salaries and Positions

Office of the Lieutenant Governor

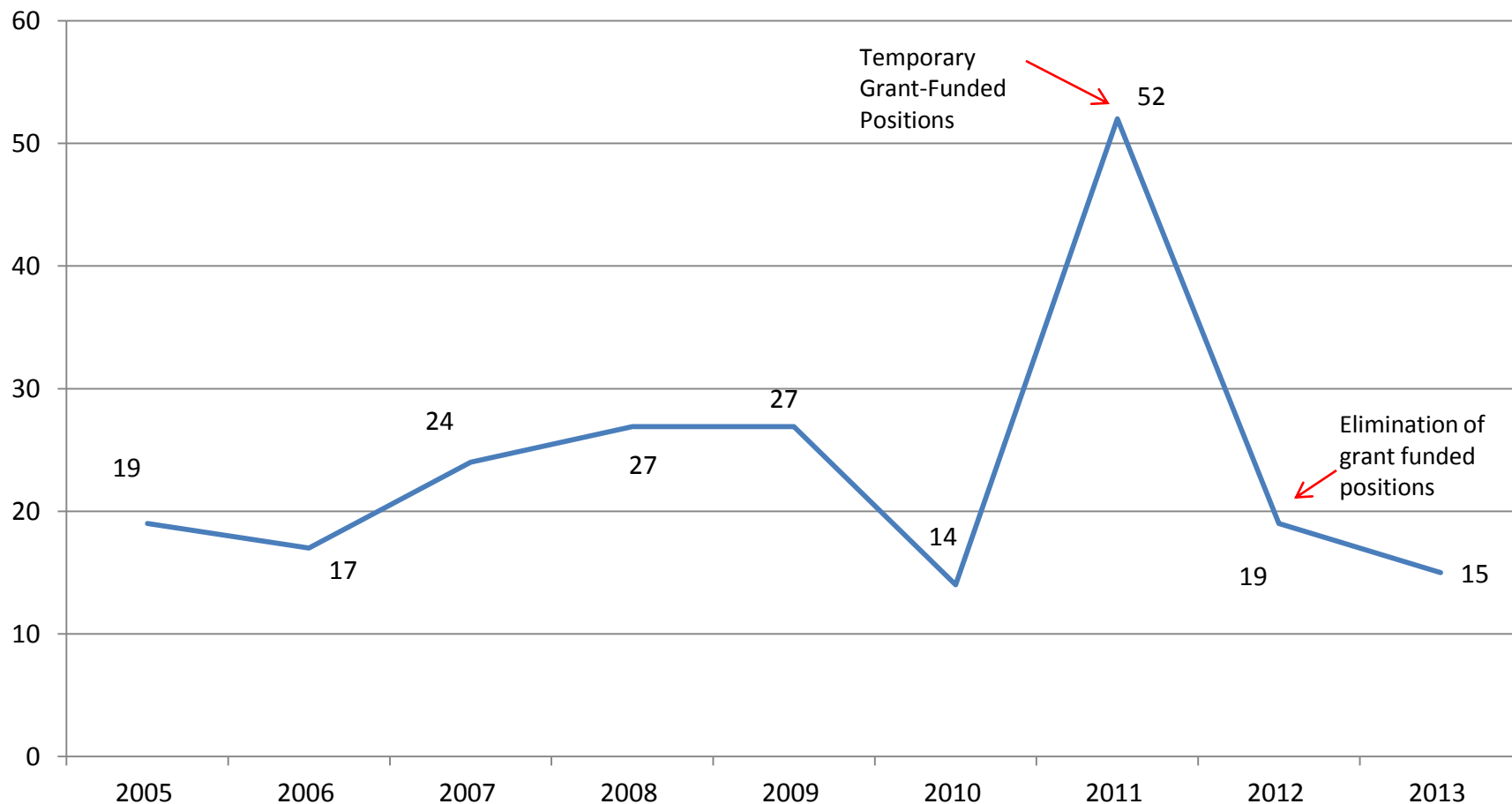
FY 14-15 SALARIES/POSITIONS

- \$637,625 for Salaries and Other Compensation
- \$270,332 for Related Benefits
- Total Personnel Services = \$907,957; 86% of the Office of the Lieutenant Governor total Executive Budget Recommendation (excluding Other Charges)
- 7 Authorized Positions (0 classified and 7 unclassified)
- 0 full-time non-T.O. positions
- 4 Other Charges positions
- As of 12/27/2013, the OLG had 0 vacancies



Salaries and Positions - OLG

TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS

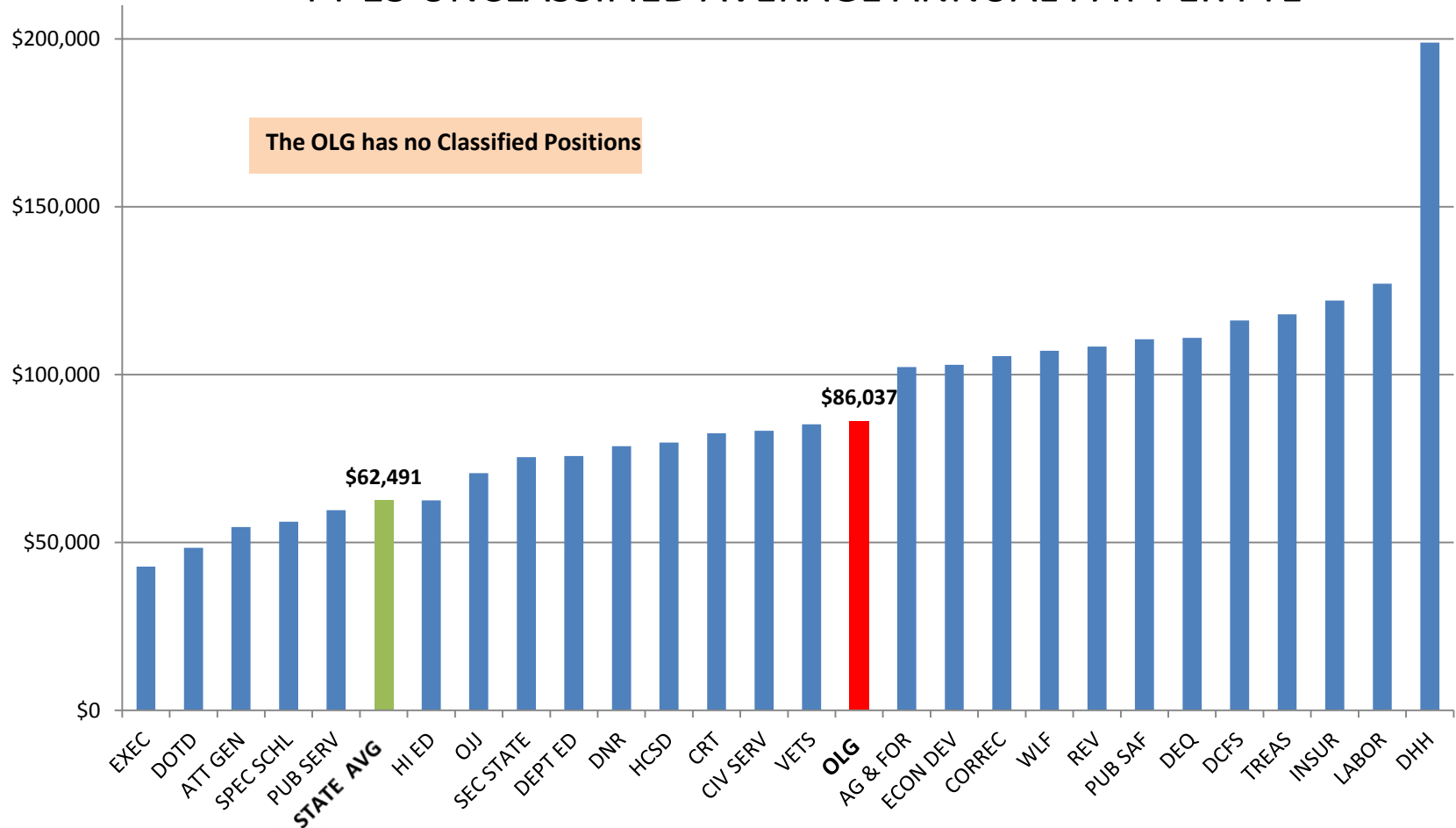


Source: Prepared by House Fiscal Division staff using information from ISIS-HR



Salaries and Positions - OLG

FY 13 UNCLASSIFIED AVERAGE ANNUAL PAY PER FTE



Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



Salaries and Positions

Department of Culture, Recreation and Tourism

FY 14-15 SALARIES/POSITIONS

- \$27 million for Salaries and Other Compensation
- \$13 million for Related Benefits
- Total Personnel Services = \$40 million; 68% of the Department of Culture, Recreation and Tourism total Executive Budget Recommendation (excluding Other Charges)

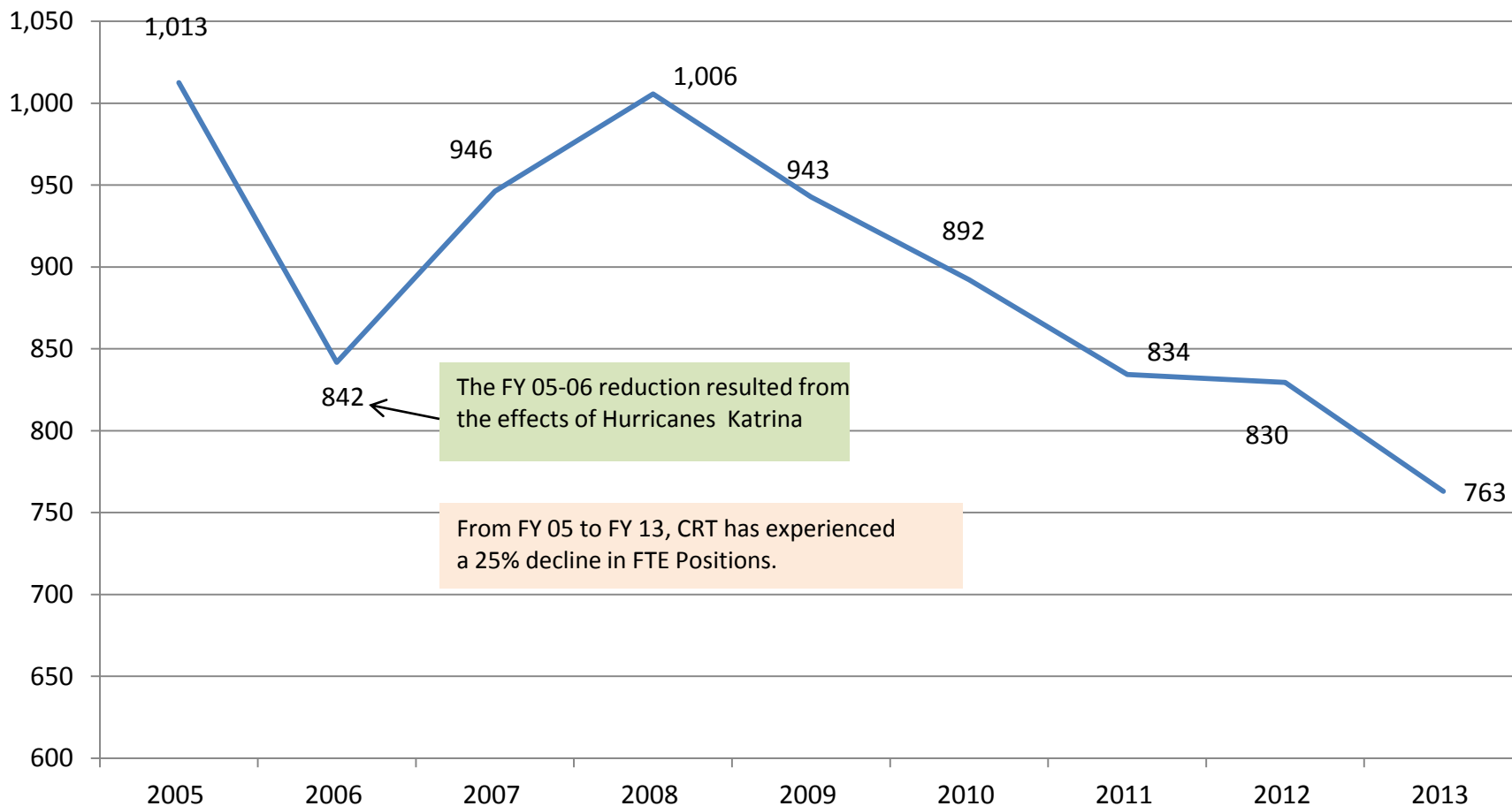
- 623 Authorized Positions (610 classified and 13 unclassified)
- 105 full-time non-T.O. positions
- 16 Other Charges positions

- As of 12/27/2013, CRT had 37 vacancies; Executive Budget eliminates 10.



Salaries and Positions - CRT

TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS

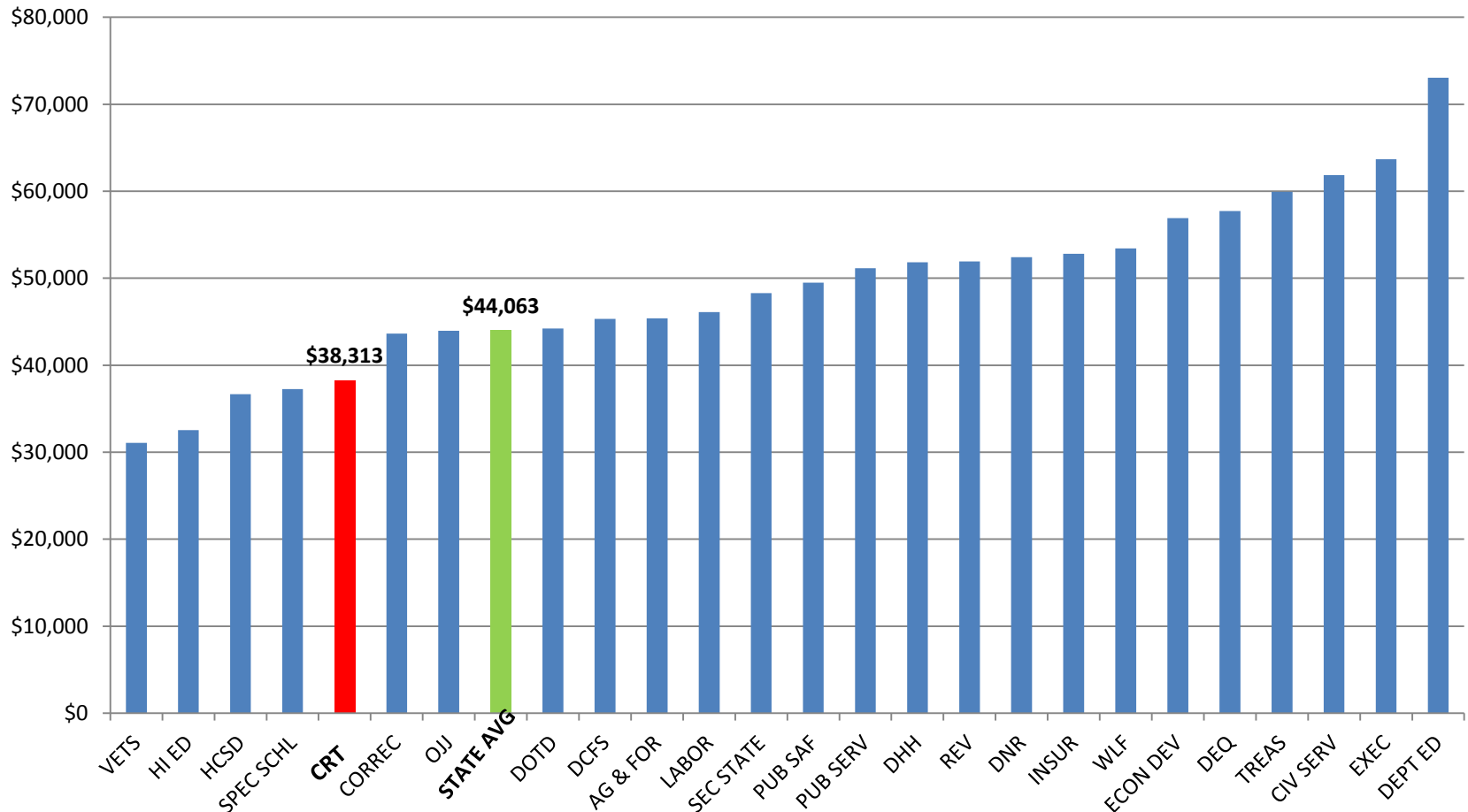


Source: Prepared by House Fiscal Division staff using information from ISIS-HR



Salaries and Positions - CRT

FY 13 CLASSIFIED AVERAGE ANNUAL PAY PER FTE

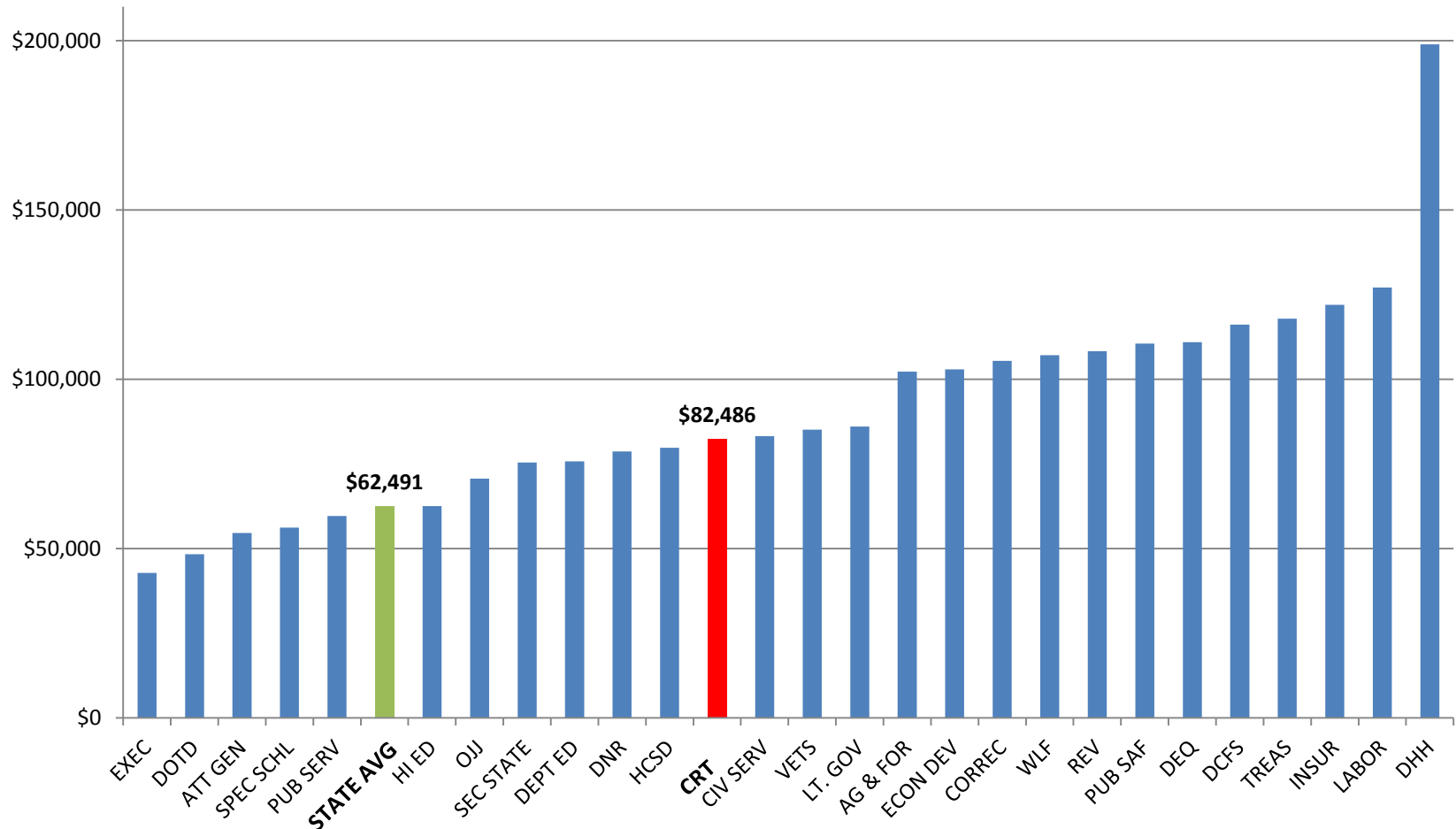


Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



Salaries and Positions - CRT

FY 13 UNCLASSIFIED AVERAGE ANNUAL PAY PER FTE



Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



OLG/CRT AGENCY POSITION COMPARISONS

<u>OLG</u>	<u>FY 13-14 (EOB)</u>	<u>FY 14-15</u>	<u>Difference</u>
Lieutenant Governor (Total)	7	7	0

<u>CRT Agencies</u>	<u>FY 13-14 (EOB)</u>	<u>FY 14-15</u>	<u>Difference</u>
Office of the Secretary	48	48	0
Office of the State Library	51	51	0
Office of State Museum	79	79	0
Office of State Parks	361	351	(10)
Office of Cultural Development	26	26	0
Office of Tourism	68	68	0
TOTAL	633	623	(10)



CRT Event Funding

HB 1 Provides an allocation out of the Office of Tourism Self-Generated Revenue to the following activities:

Independence Bowl	\$300,616
FORE Kid's Foundation	\$314,108
Essence Festival	\$948,112
New Orleans Bowl	\$280,577
Greater N.O. Sports Foundation	\$544,050
Bayou de Famille Park	\$418,500
Louisiana Special Olympics	\$250,000
Senior Olympics	\$33,750
La. Sport's Hall of Fame	\$552,786
State Arts Grant	\$1,500,000
Louisiana Book Festival	\$50,000
<u>Kent House</u>	<u>\$56,000</u>
Total	\$5,248,499



State Parks Improvement/ Repair Fund History (R.S. 56:1703)





Metrics

Selected Performance Information

	FY 13 Actual	FY 14 Target	FY 15 Target
Council for the Development of French in Louisiana (CODOFIL)			
Number of Foreign Associate Teachers Recruited	198	210	210
<u>Number of Foreign Scholarships Awarded</u>	<u>32</u>	<u>32</u>	<u>32</u>

State Parks

Total Number of State Park Visitors (millions)	1.9	2.1	2.1
Cost Per State Park Visitor (in dollars)	\$14.6	\$14.7	\$14.7
<u>Revenue Per State Park Visitor (Actual)</u>	<u>\$0.51</u>		

Source: Louisiana Office of Planning and Budget Supporting Document



Department Contacts

AGENCY	Agency Head	Phone
Lieutenant Governor/ Office of the Secretary	Lt. Governor Jay Dardenne	225-342-7009
Deputy Secretary	Randy Davis	225-342-7009
Undersecretary	Desiree' Honore'	225-342-8201