

Representative Jim Fannin  
Chairman



Representative Bryan Adams  
Vice Chairman

FY 15-16 Executive Budget Review  
OFFICE of LIEUTENANT GOVERNOR  
DEPARTMENT of CULTURE, RECREATION & TOURISM

House Committee on Appropriations  
By the House Fiscal Division  
March 19, 2015



# 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 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$1,508,206	\$1,481,982	\$1,240,907	(\$241,075)	(16.3%)
Interagency Transfers	\$128,015	\$325,000	\$329,132	\$4,132	1.3%
Fees and Self-Gen. Rev.	\$9,800	\$10,000	\$10,000	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$4,033,325	\$5,509,255	\$5,511,341	\$2,086	0.0%
<b>TOTAL</b>	<b>\$5,679,346</b>	<b>\$7,326,237</b>	<b>\$7,091,380</b>	<b>(\$234,857)</b>	<b>(3.2%)</b>
Authorized Positions	7	7	7	0	0.0%

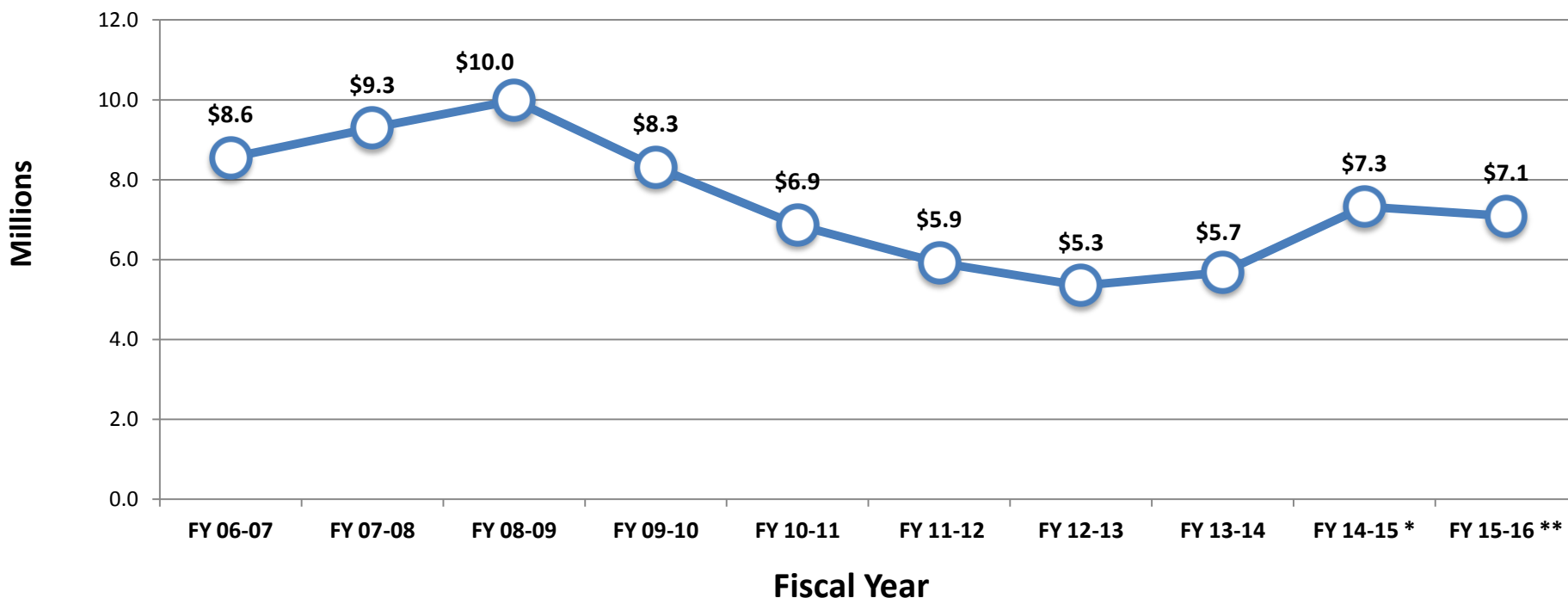
## Significant Adjustments

Reduction in State General Fund is a result of eliminating \$41,164 in funding for travel, operating services, supplies, professional services and other charges. Other cuts include a \$121,195 reduction in SGF matching funds for grants from the Federal Corporation for National and Community Service. The remainder of the cuts were annualized FY 14-15 mid-year cuts.



# 10-Year Budget History

## OFFICE OF THE LIEUTENANT GOVERNOR (Total Funding)



Source: Executive Budget Supporting Documents

\*Existing Operating Budget as of 12/1/14

\*\*Governor's Executive Budget Recommendation



# Major Sources of Revenue FY 15-16

## Office of the Lieutenant Governor

### Self-Generated Revenue - \$10,000

- Contributions used to fund grants

### Interagency Transfers - \$329,132

- From Governor's Office of Homeland Security and Emergency Preparedness (GHOSEP) and the Department of Culture, Recreation and Tourism. An additional \$4,000 was a clerical mistake in the Executive Budget.

### 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 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$33,097,504	\$36,545,324	\$30,388,779	(\$6,156,545)	(16.8%)
Interagency Transfers	\$5,915,368	\$5,984,791	\$5,455,462	(\$529,329)	(8.8%)
Fees and Self-Gen. Rev.	\$24,893,332	\$26,673,418	\$25,030,395	(\$1,643,023)	(6.2%)
Statutory Dedications	\$10,151,265	\$14,477,492	\$10,426,959	(\$4,050,533)	(28.0%)
Federal Funds	\$5,312,039	\$7,169,202	\$7,218,319	\$49,117	0.7%
<b>TOTAL</b>	<b>\$79,369,508</b>	<b>\$90,850,227</b>	<b>\$78,519,914</b>	<b>(\$12,330,313)</b>	<b>(13.6%)</b>
Authorized Positions	633	623	616	(7)	(1.1%)

### Significant Adjustments:

#### State General Fund

- Annualization of FY 15 cuts, including eliminating all WAE positions in the Office of State Parks.
- Eliminates State Aid to Local Libraries.

(\$6.2M)



#### Interagency Transfers

- Removal of excess budget for internal transfers and a loss of Department of Education funding for CODOFIL.

(\$0.5M)



#### Self-Generated Revenues

- Net adjustment which includes an increase in the Louisiana Tourism Promotion District Fund and reduction in transfers to other agencies.

(\$1.6M)



#### Statutory Dedications

- Removal of NOLA Motorsports Park for IndyCar funding from the Mega Project Fund.

(\$4.0M)



#### Authorized Positions

- 7 vacant positions were cut: 1 – Office of the Secretary; 1-Office of State Museum; and 5- Office of State Parks as part of the annualized FY 15 cuts.

(7) T.O.

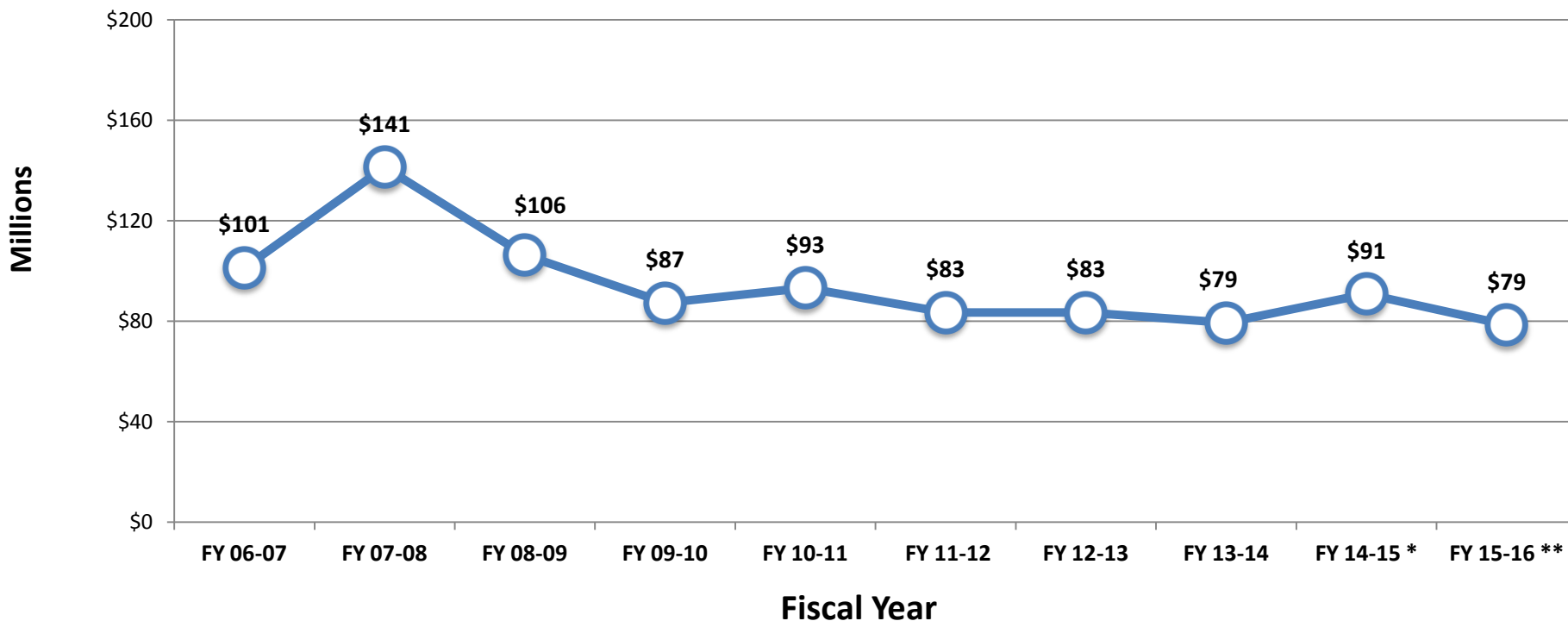






# 10-Year Budget History

## DEPARTMENT OF CULTURE, RECREATION & TOURISM (Total Funding)



Source: Executive Budget Supporting Documents

\*Existing Operating Budget as of 12/1/14

\*\*Governor's Executive Budget Recommendation



# Major Sources of Revenue FY 15-16

## Dept. Of Culture, Recreation and Tourism

### Self-Generated Revenue - \$25 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 - \$7.2 million

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



# CRT Major Sources of Revenue

## Statutory Dedications Comparison

Fund Name	FY 14-15 EOB	FY 15-16 Proposed	Difference
Seafood Promotion and Marketing Fund	\$557,739	\$540,447	(\$17, 292)
State Parks Improvement and Repair Fund	\$9,282,753	\$9,249,212	(\$33,541)
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
<b>Total</b>	<b>\$10,477,492</b>	<b>\$10,426,659</b>	<b>(\$50,833)</b>



# OLG/CRT AGENCY COMPARISONS

## Total Means of Financing

<u>OLG</u>	<u>FY 14-15 (EOB)</u>	<u>FY 15-16</u>	<u>Difference</u>
Lieutenant Governor (Total)	\$7,326,237	\$7,091,380	(\$234,857)

### CRT

Office of the Secretary	\$6,569,520	\$5,771,188	(\$798,332)
Office of the State Library	\$8,801,156	\$7,218,579	(\$1,582,577)
Office of State Museum	\$6,935,489	\$6,086,121	(\$849,368)
Office of State Parks	\$32,515,101	\$29,332,500	(\$3,182,601)
Office of Cultural Development	\$7,227,027	\$6,792,194	(\$434,833)
Office of Tourism	\$28,801,934	\$23,319,332	(\$5,482,602)
<b>TOTAL</b>	<b>\$90,850,227</b>	<b>\$78,519,914</b>	<b>(\$12,330,313)</b>



# Expenditure Breakdown

## Office of the Lieutenant Governor

Expenditures	FY 13-14 Actual Expenditures	FY 14-15 Existing Operating Budget (12/1/14)	FY 15-16 Executive Budget Recommendation	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
Salaries	\$657,304	\$619,285	\$640,225	\$20,940	3.4%
Other Compensation	\$35,006	\$18,340	\$18,340	\$0	0.0%
Related Benefits	\$272,758	\$270,332	\$276,789	\$6,457	2.4%
Travel	\$19,262	\$25,000	\$18,750	(\$6,250)	(25.0%)
Operating Services	\$26,351	\$64,897	\$35,146	(\$29,751)	(45.8%)
Supplies	\$17,020	\$31,991	\$20,821	(\$11,170)	(34.9%)
Prof Svcs	\$3,500	\$20,738	\$8,710	(\$12,028)	(58.0%)
Other Charges	\$4,645,328	\$6,275,654	\$6,072,599	(\$203,055)	(3.2%)
Acq/Major Repairs	\$2,817	\$0	\$0	\$0	0.0%
<b>TOTAL EXP</b>	<b>\$5,679,346</b>	<b>\$7,326,237</b>	<b>\$7,091,380</b>	<b>(\$234,857)</b>	<b>(3.2%)</b>

### Salaries and Related Benefits

- The increase in salaries is caused by an increase in the salary base adjustment calculation and the annualization of prior year performance adjustments. No performance adjustments are budgeted for FY 15-16.

### Other Charges

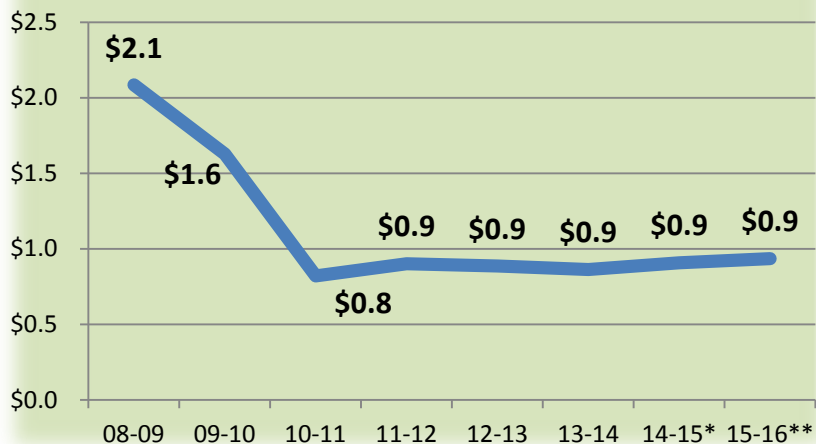
- The decrease is the result of eliminating funding for contracted services related to the ENCORE! Grant and other statewide adjustments.



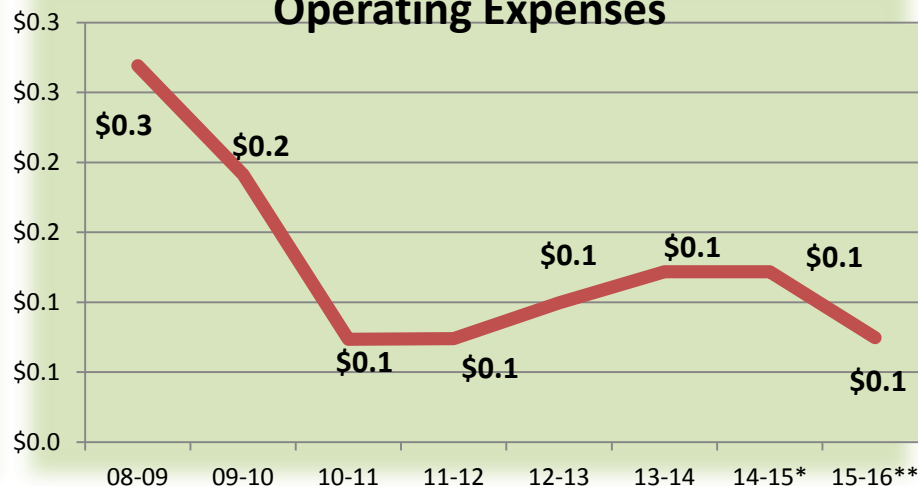
# 8-Year Expenditure History (in millions)

Office of the Lieutenant Governor

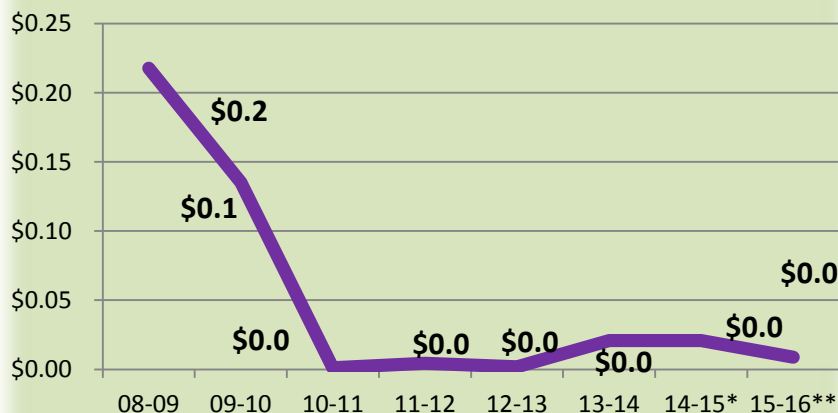
## Personal Services



## Operating Expenses



## Professional Services



**Acquisitions and Major Repairs**  
**This Agency Does Not Have**  
**Significant Acquisitions or**  
**Major Repairs**

\*Existing Operating Budget as of 12/1/14

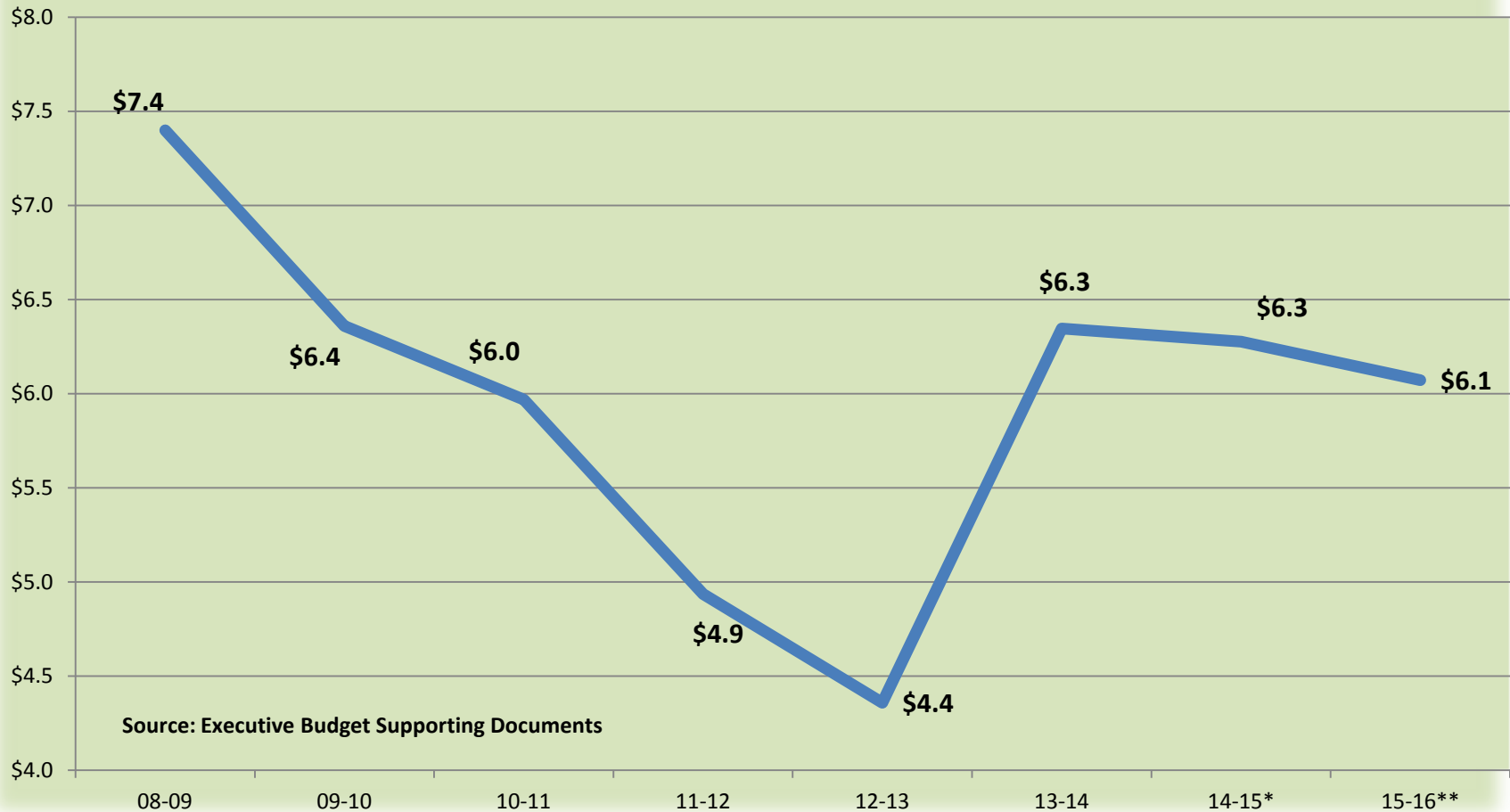
\*\*Governor's Executive Budget Recommendation

Source: Executive Budget Supporting Documents



# Other Charges - OLG

Other Charges (in millions)



Source: Executive Budget Supporting Documents

\*Existing Operating Budget as of 12/1/14

\*\*Governor's Executive Budget Recommendation



# Expenditure Breakdown

## Department of Culture, Recreation and Tourism

Expenditures	FY 13-14 Actual Expenditures	FY 14-15 Existing Operating Budget (12/1/14)	FY 15-16 Executive Budget Recommendation	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
Salaries	\$24,024,221	\$24,603,091	\$23,407,715	(\$1,195,376)	(4.9%)
Other Compensation	\$2,264,688	\$2,427,280	\$858,656	(\$1,568,624)	(64.6%)
Related Benefits	\$11,850,490	\$12,962,176	\$12,901,930	(\$60,246)	(0.5%)
Travel	\$274,211	\$311,567	\$303,434	(\$8,133)	(2.6%)
Operating Services	\$7,760,343	\$7,598,041	\$7,190,191	(\$407,850)	(5.4%)
Supplies	\$2,220,250	\$2,929,365	\$2,434,327	(\$495,038)	(16.9%)
Prof Srvcs	\$7,515,121	\$7,741,281	\$8,704,268	\$962,987	12.4%
Other Charges	\$22,170,612	\$31,481,535	\$21,956,743	(\$9,524,792)	(30.3%)
Acq/Major Repairs	\$1,289,572	\$795,891	\$762,650	(\$33,241)	(4.2%)
<b>TOTAL EXP</b>	<b>\$79,369,508</b>	<b>\$90,850,227</b>	<b>\$78,519,914</b>	<b>(\$12,330,313)</b>	<b>(13.6%)</b>

### Salaries and Related Benefits

- Removes all WAE funding and funding for the 7 TO positions that were cut in the amount of approximately \$3 million.

### Operating Services/Other Charges

- Reduction of one-time funding for NOLA Motorsports Park for IndyCar and flow through funding to other agencies and events.

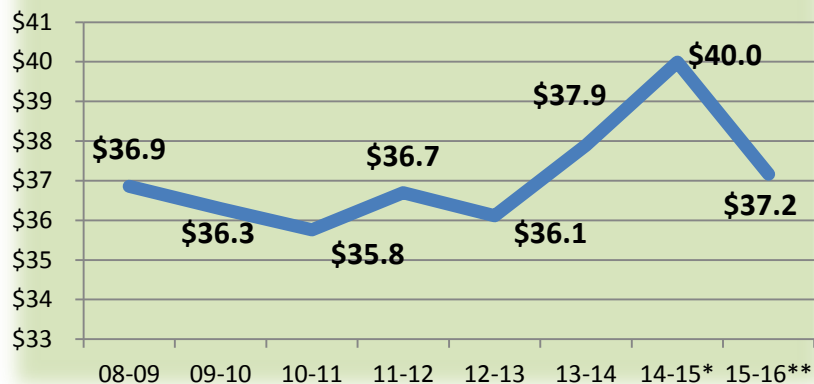




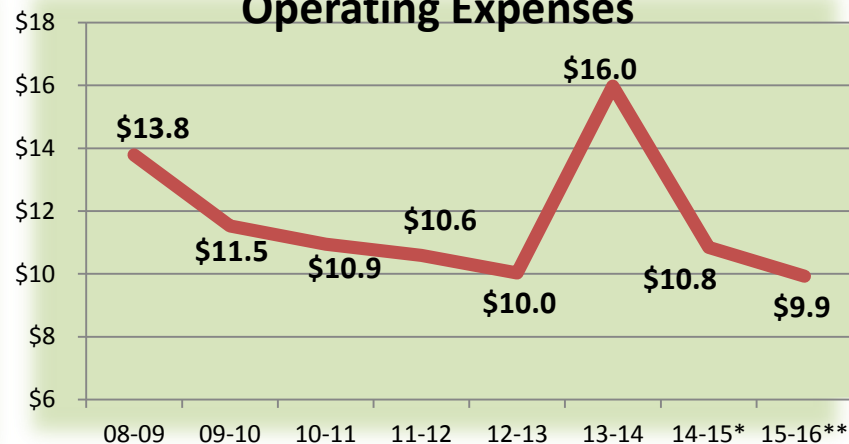
# 8-Year Expenditure History (in Millions)

Department of Culture, Recreation and Tourism

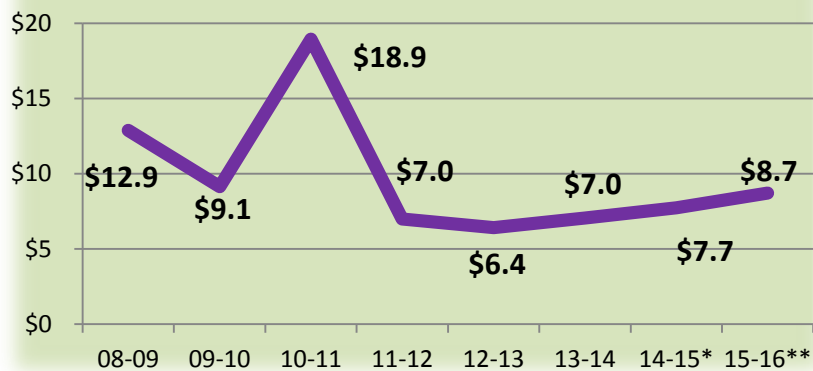
## Personal Services



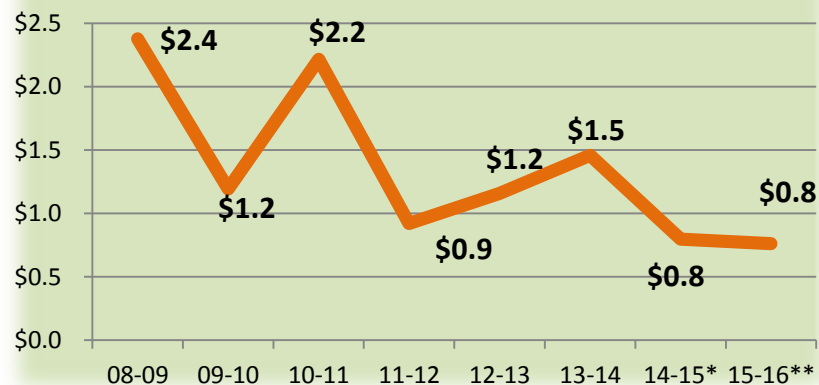
## Operating Expenses



## Professional Services



## Acquisitions & Major Repairs



Source: Executive Budget Supporting Documents

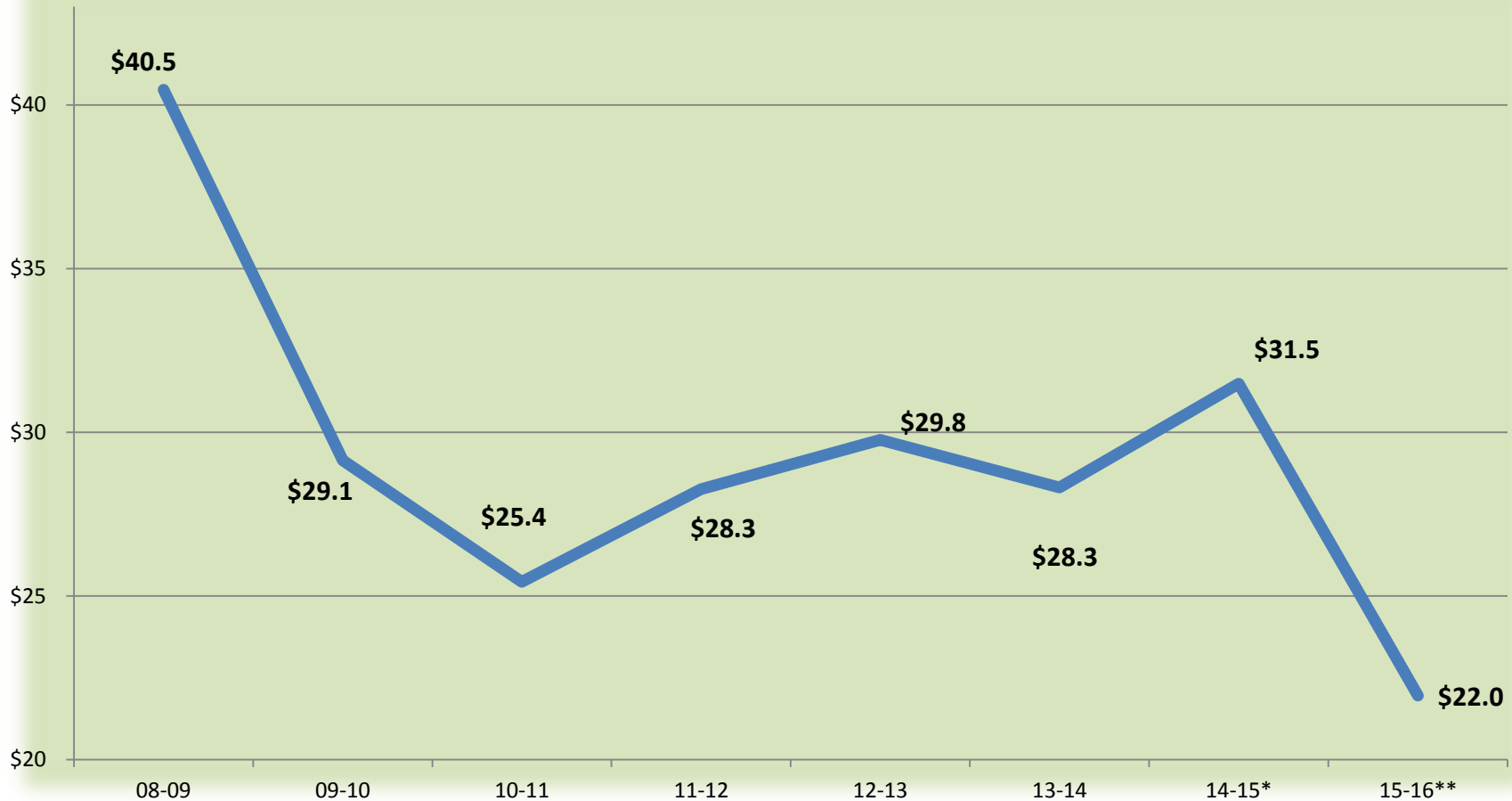
\*Existing Operating Budget as of 12/1/14

\*\*Governor's Executive Budget Recommendation



# Other Charges - CRT

## Other Charges



Source: Executive Budget Supporting Documents

\*Existing Operating Budget as of 12/1/14

\*\*Governor's Executive Budget Recommendation



# Significant Adjustments

## Department of Culture, Recreation and Tourism

**\$5.2 M**  
**SGF**



Eliminates all wage positions and funding within the Office of State Parks and annualizes department wide FY 15 Mid-Year Deficit Cuts.

**\$1.4M**  
**SGF**



Removes State Aid to Local Libraries within the Office of the State Library.

**\$4.0M**  
**SD**



Removes Mega-Project Development Funds for NOLA Motorsports Park for IndyCar.

**\$.6 M**  
**SGF**



Removes funding for the Office of the State Museum for salaries and related benefits.

**\$.4 M**  
**Various**  
**MOF**



Removes Mainstreet Program funding and reduces vehicle acquisition funding for the Council for the Development of French in Louisiana (CODOFIL). This cut removes \$300,000 added last year by House Amendment for CODOFIL.



# Historic Site Closures

According to agency officials, the following Historic Sites operated by the Office of State Parks will be closed:

- Audubon
- Fort Pike
- Longfellow
- Rebel State
- Fort Randolph
- Fort Jessup
- Marksville
- The Plaquemine Lock
- Centenary
- To Be Determined - The department is negotiating with local governments/non profit agencies and/or support groups to possibly assist in operating some of the sites and to help out with state park expenditures. Therefore, these closures are subject to change.



# Library and Museum Cuts

- The Office of the State Library

Will eliminate internet services to local branch libraries, reduce operating hours, and eliminate State Aid to Local Libraries.

- The Office of the State Museum

Will eliminate pass through funding for the La. Political Hall of Fame, layoff student workers and WAE employees, and create attrition by not filling vacancies.

**Source:** Information provided by agency officials



# CODOFIL Cut Effects

The \$300,000 cut to the Council for the Development of French in Louisiana (CODOFIL) will cause the unit to:

- Lose the ability to travel overseas to recruit teachers;
- No longer be able to provide technical assistance to schools and teachers;
- No longer be able to train and develop foreign teachers for Louisiana classrooms;
- No longer be able to facilitate visas for foreign teachers;
- No longer be able to help Louisiana Students develop French language skills to travel abroad to improve mastery of the language.

**Source:** Information provided by agency officials



# Cultural Development Cuts

Will result in the following cuts to OCD functions:

- Elimination of the Mainstreet Program;
- Loss of Other Charges positions that provide review for people and businesses navigating the federal historic building preservation requirements.

**Source:** Information provided by agency officials



# Office of Tourism

- Cuts to this agency will cause a decrease in advertising buys and flow-through funding to other CRT agencies in the amount of \$2.1 million.
- This corresponds to a similar cut in Self-Generated Revenues from the Tourism Promotion District Sales Tax proceeds. Statutorily, R.S. 51:1281, these funds may not be able to revert to the State General Fund.
- Without an appropriation, these funds will sit in the treasury.

**Source:** Information provided by agency officials





# Event Funding

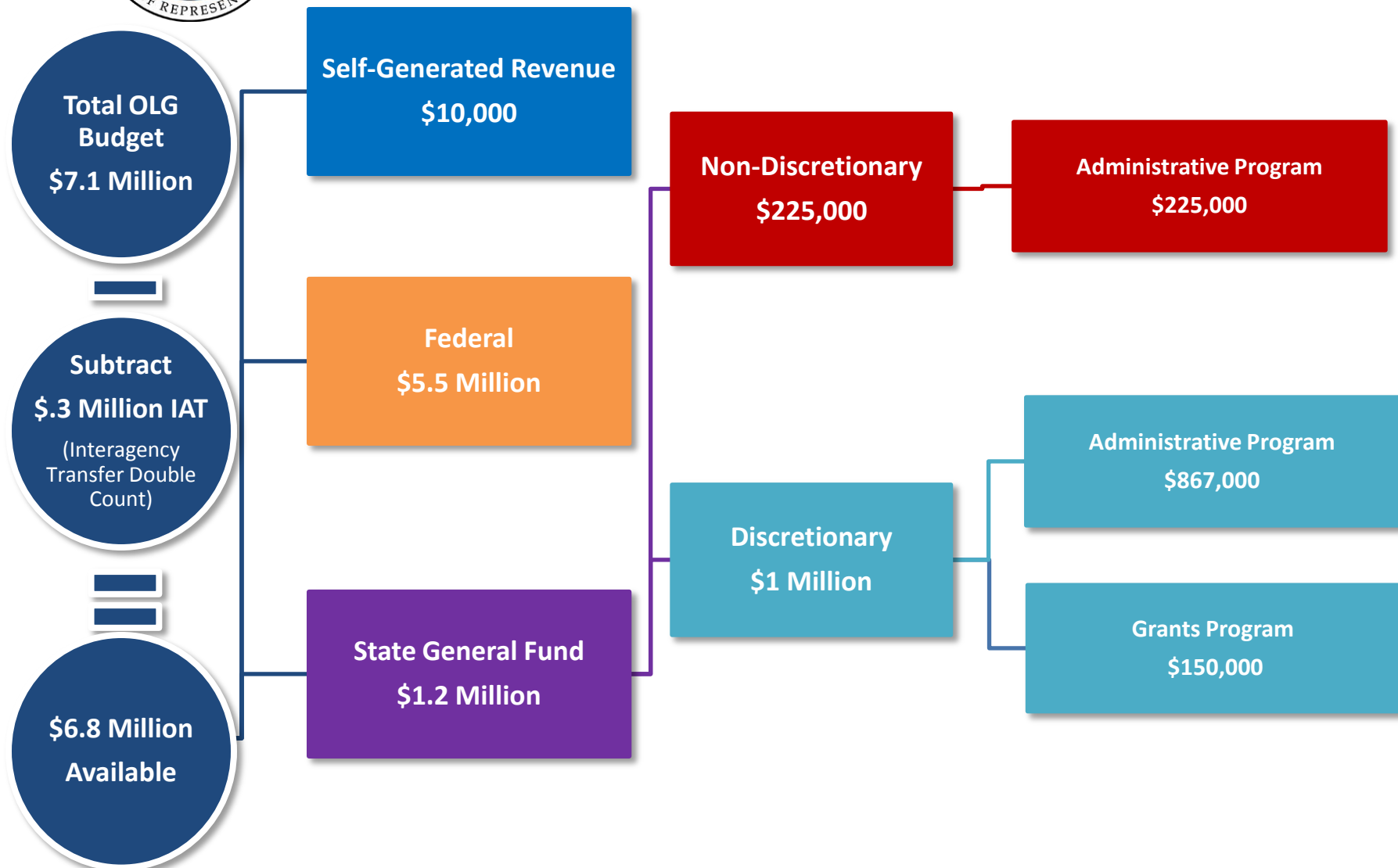
**HB 1 Provides an allocation out of the Office of Tourism Self-Generated Revenue to the following activities:**

Event	FY 15 Funding	FY 16 Funding	Change
Independence Bowl	\$300,616	\$150,000	(\$150,616)
FORE Kid's Foundation	\$314,108	\$100,000	(\$214,108)
Essence Festival	\$948,112	\$600,000	(\$348,112)
New Orleans Bowl	\$280,577	\$150,000	(\$130,577)
Greater N.O. Sports Foundation	\$544,050	\$0	Eliminated
Bayou de Famille Park	\$418,500	\$0	Eliminated
Louisiana Special Olympics	\$250,000	\$0	Eliminated
Senior Olympics	\$33,750	\$0	Eliminated
La. Sport's Hall of Fame	\$552,786	\$0	Eliminated
State Arts Grant	\$1,500,000	\$0	Eliminated
Louisiana Book Festival	\$50,000	\$0	Eliminated
<u>Kent House</u>	<u>\$56,000</u>	<u>\$0</u>	<u>Eliminated</u>
Total	\$5,248,499	\$1,000,000	(\$4,248,499)



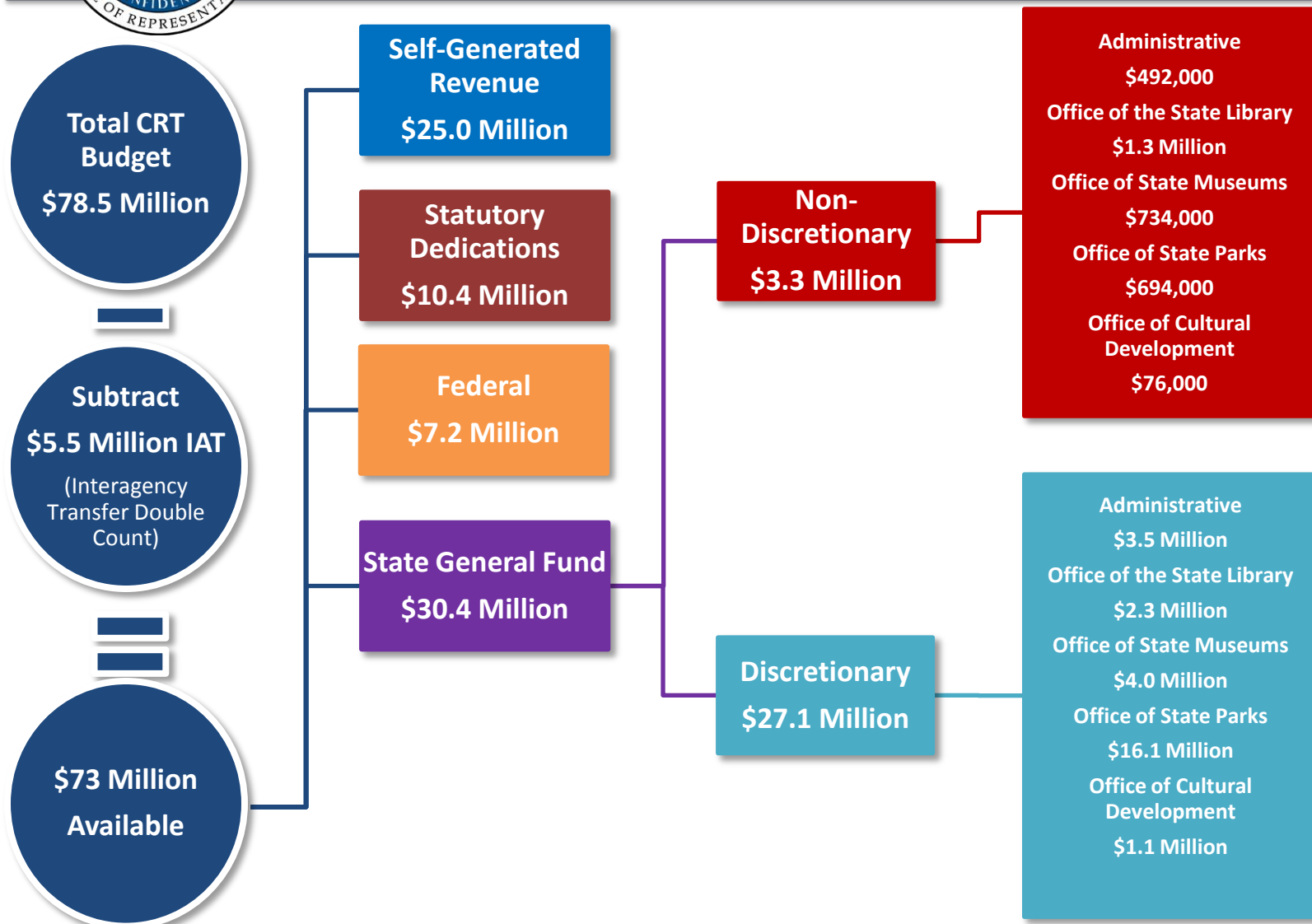
# Discretionary/Non-Discretionary Funding in FY 15-16

## Executive Budget - OLG





# Discretionary/Non-Discretionary Funding in FY 15-16 CRT





# Salaries and Positions

## Office of the Lieutenant Governor

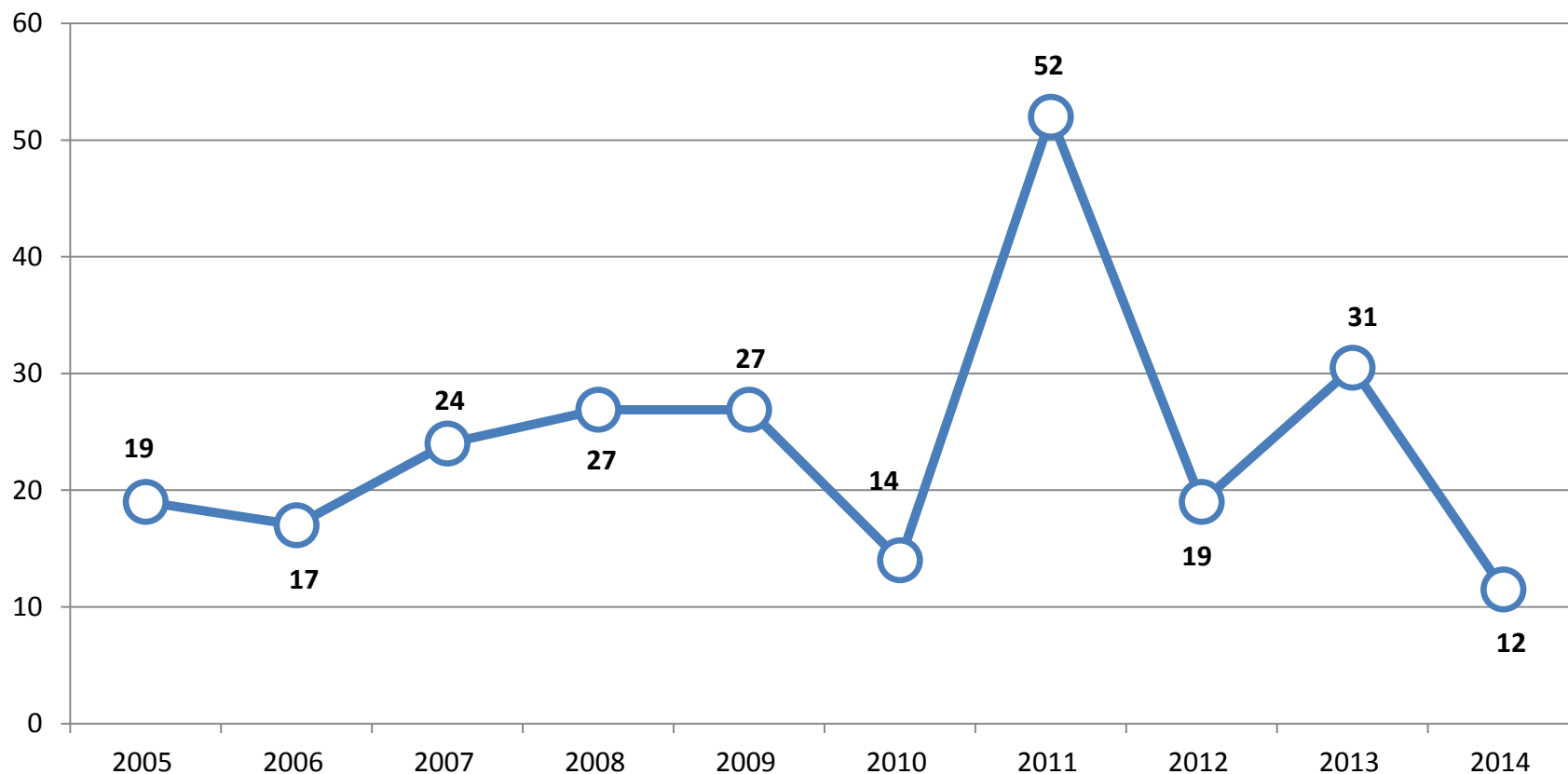
### FY 15-16 SALARIES/POSITIONS

- \$658,565 for Salaries and Other Compensation
- \$276,789 for Related Benefits
- Total Personnel Services = \$935,354; 91.8% 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
- 8 Other Charges positions
- As of 1/30/2015, the OLG had 0 vacancies.



# Salaries and Positions - OLG

## TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS

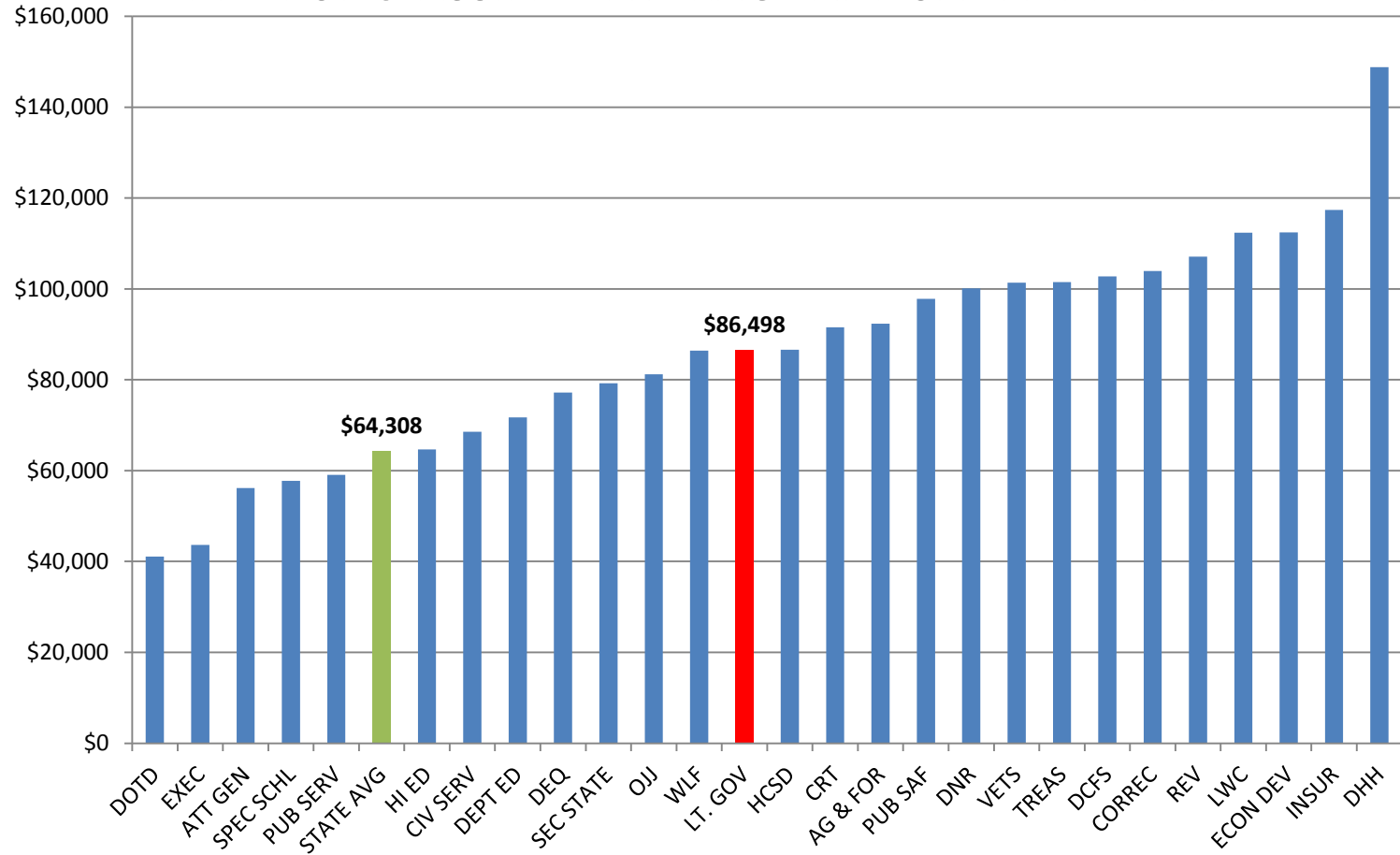


Source: Prepared by House Fiscal Division staff using information from ISIS-HR



# Salaries and Positions - OLG

## FY 14 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

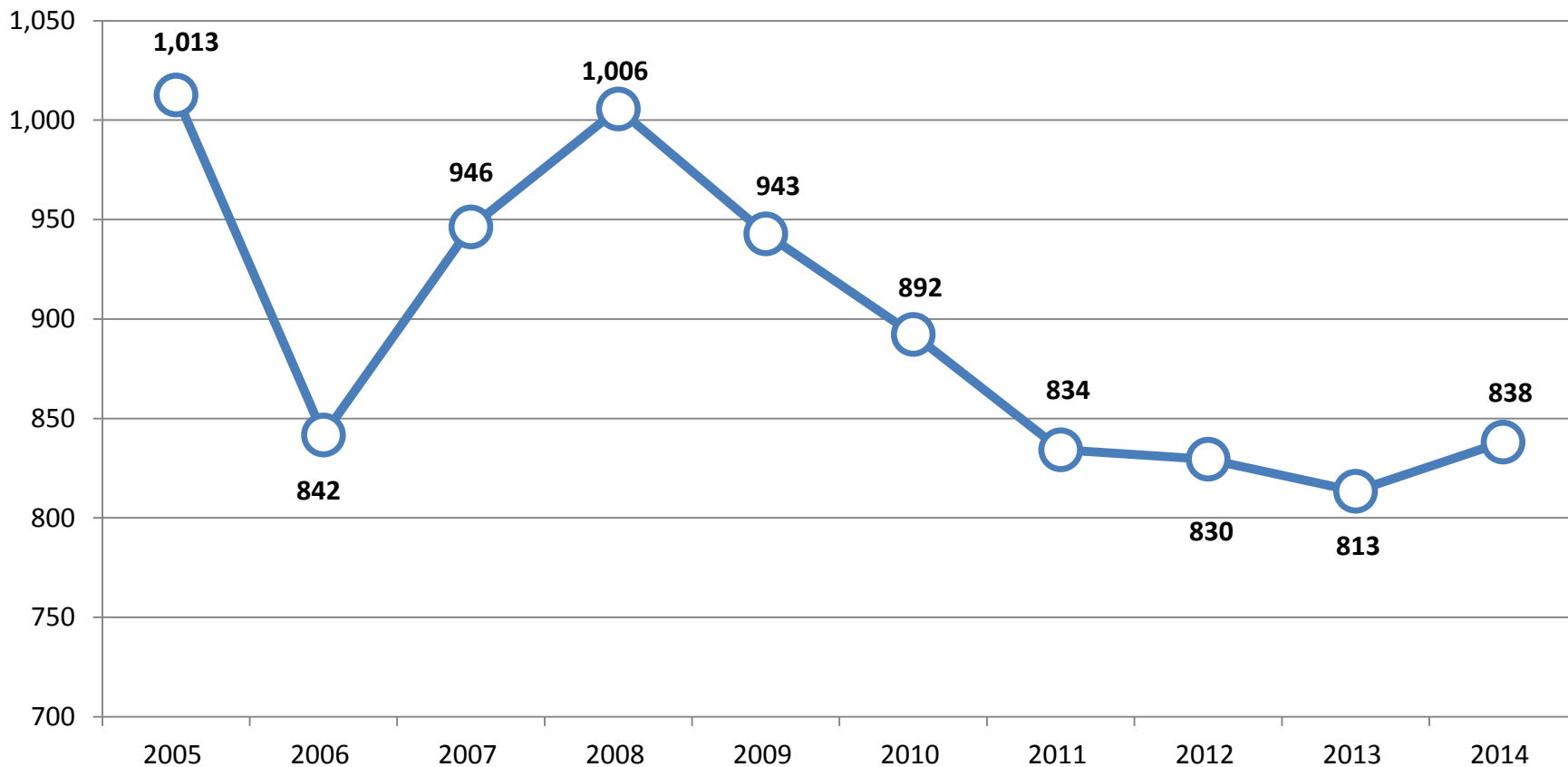
### FY 14-15 SALARIES/POSITIONS

- \$24.2 million for Salaries and Other Compensation
- \$13 million for Related Benefits
- Total Personnel Services = \$37.2 million; 65.7% of the Department of Culture, Recreation and Tourism total Executive Budget Recommendation (excluding Other Charges)
  
- 616 Authorized Positions (603 classified and 13 unclassified)
- 105 full-time non-T.O. positions
- 29 Other Charges positions
  
- As of 1/30/2015, CRT had 23 vacancies; Executive Budget eliminates 7.



# Salaries and Positions - CRT

## TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS



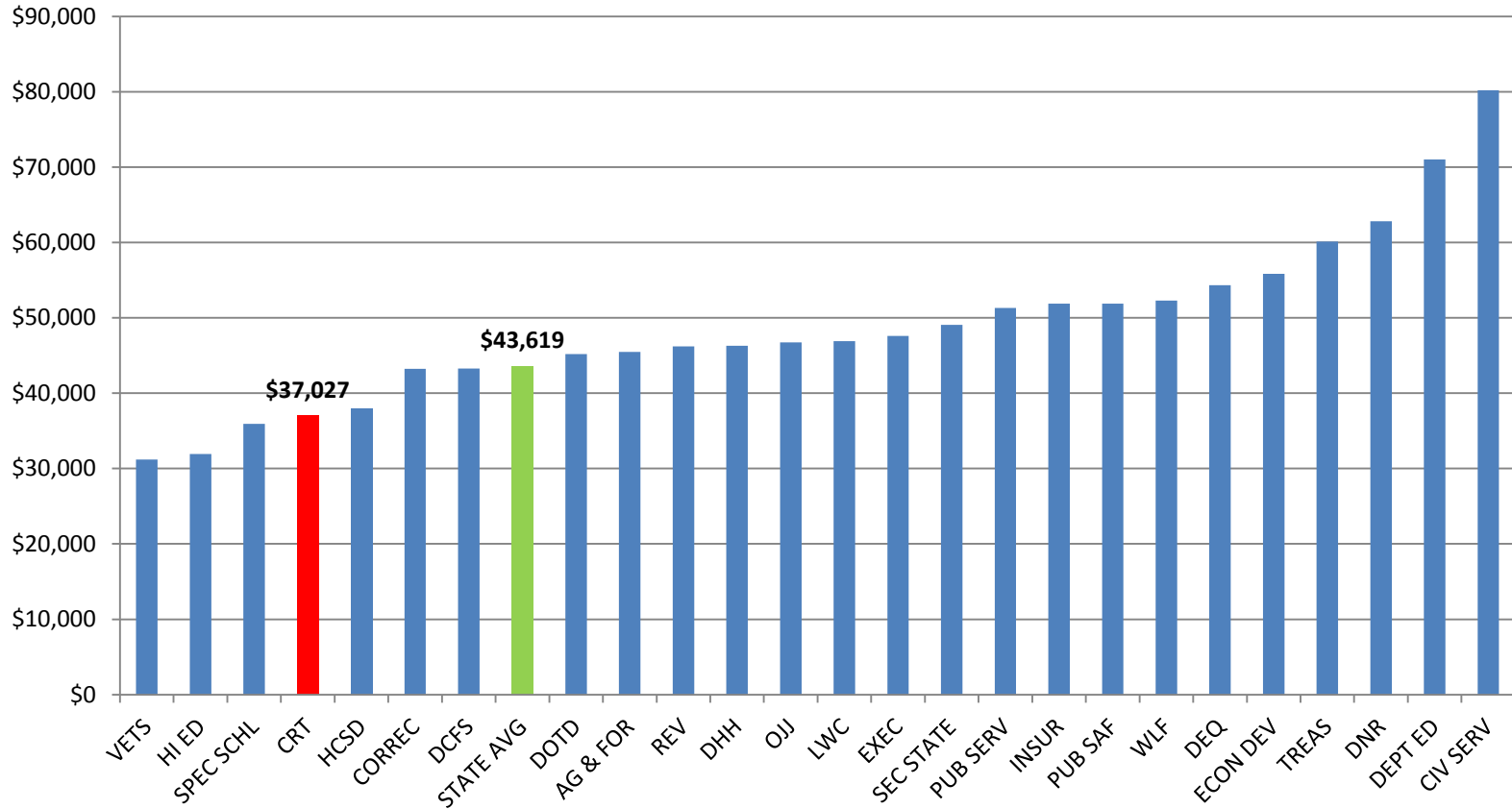
Source: Prepared by House Fiscal Division staff using information from ISIS-HR





# Salaries and Positions - CRT

## FY 14 CLASSIFIED AVERAGE ANNUAL PAY PER FTE

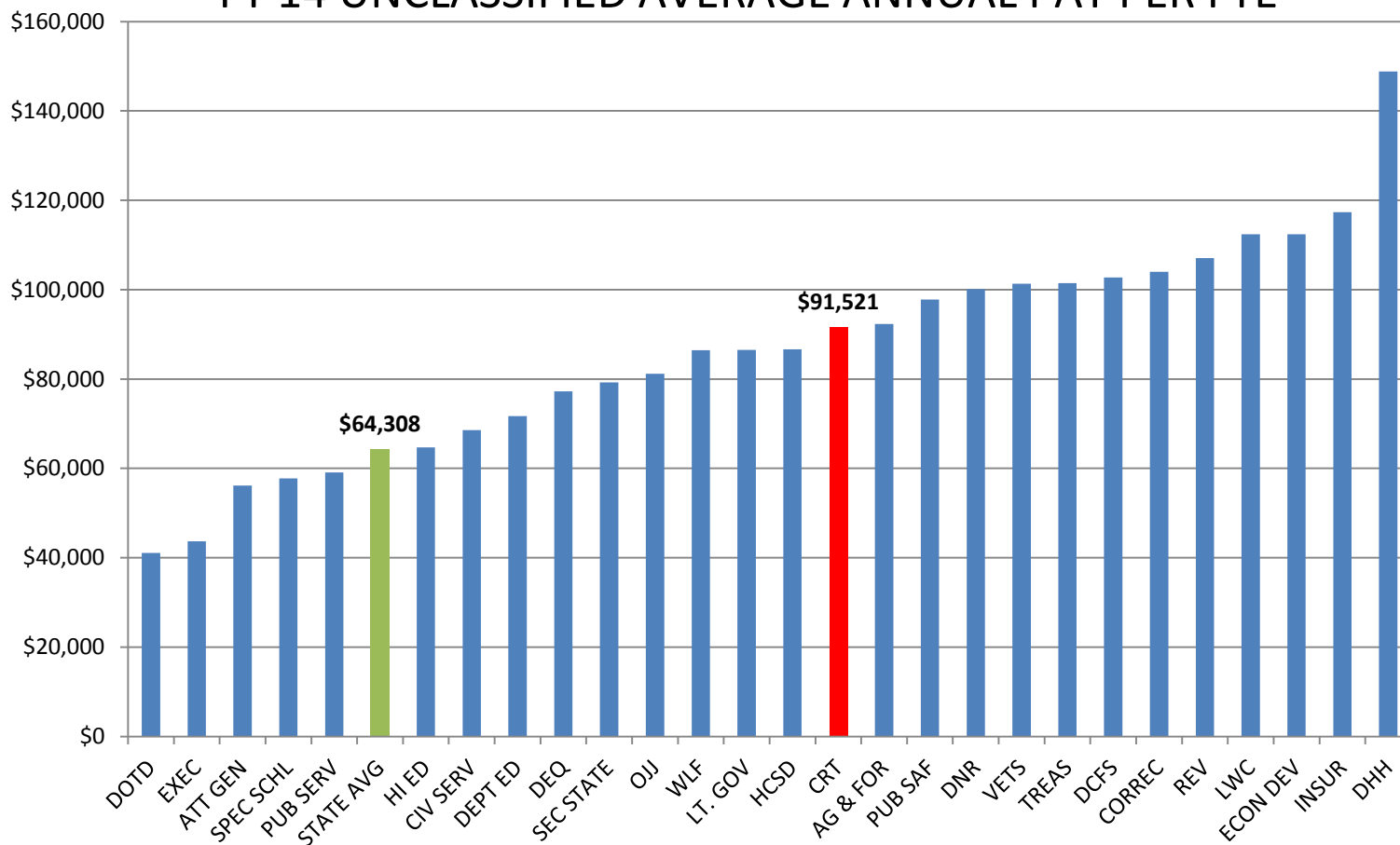


Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



# Salaries and Positions - CRT

FY 14 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

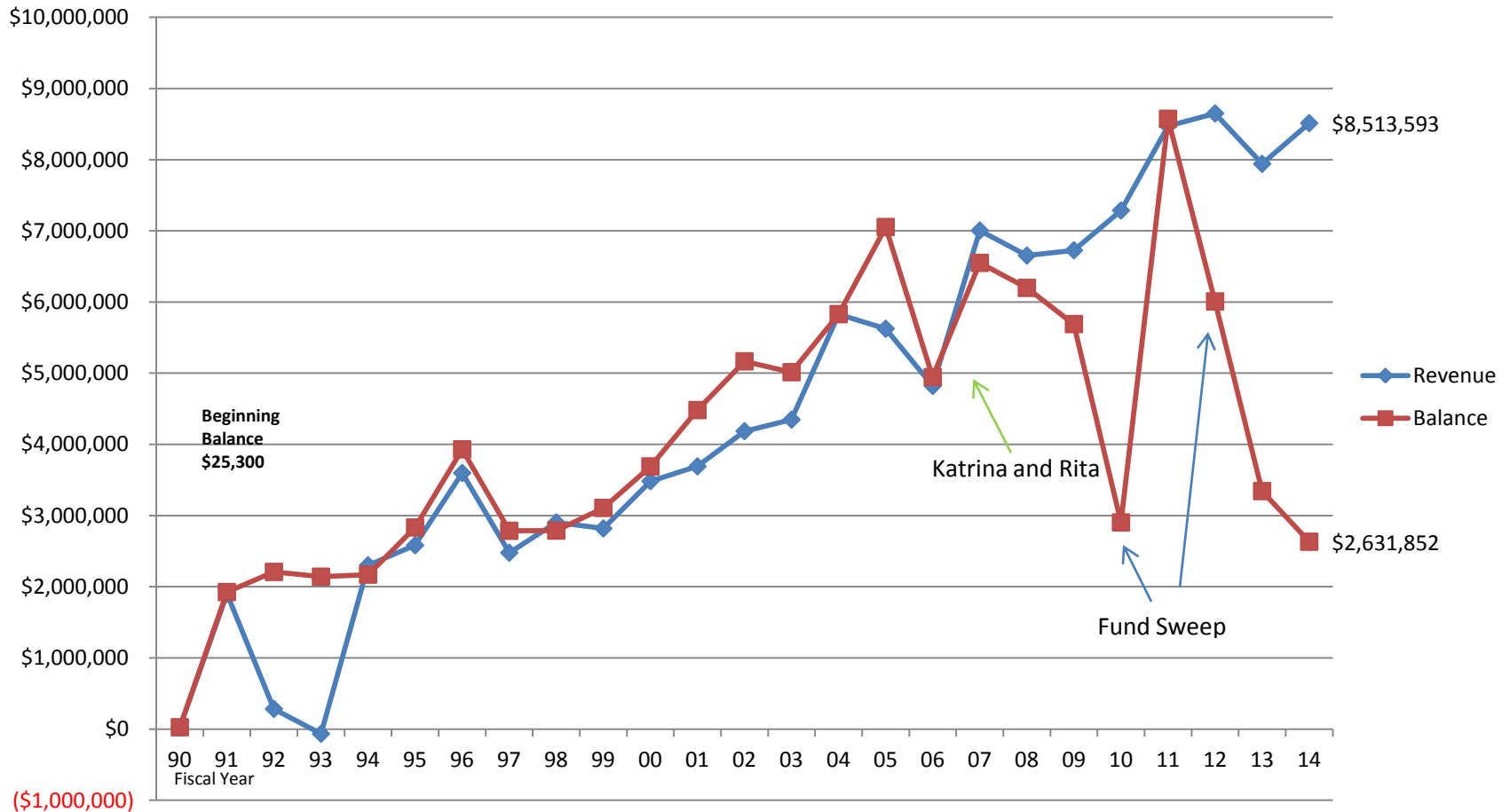
<u>OLG</u>	<u>FY 14-15 (EOB)</u>	<u>FY 15-16</u>	<u>Difference</u>
Lieutenant Governor (Total)	7	7	0

<u>CRT Agencies</u>	<u>FY 14-15 (EOB)</u>	<u>FY 15-16</u>	<u>Difference</u>
Office of the Secretary	48	47	(1)
Office of the State Library	51	50	(1)
Office of State Museum	79	79	0
Office of State Parks	351	346	(5)
Office of Cultural Development	26	26	0
Office of Tourism	68	68	0
<b>TOTAL</b>	<b>623</b>	<b>616</b>	<b>(7)</b>



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

### State Parks Improvement and Repair Fund History Since Inception





# Metrics

## Selected Performance Information

	FY 14 Actual	FY 15 Target	FY 16 Target
<b>Council for the Development of French in Louisiana (CODOFIL)</b>			
Number of Foreign Associate Teachers Recruited	210	210	257
<u>Number of Foreign Scholarships Awarded</u>	<u>0</u>	<u>32</u>	<u>36</u>

## State Parks

Total Number of State Park Visitors (millions)	1.7	2.2	1.9
Cost Per State Park Visitor (in dollars)	\$17.4	\$14.7	\$14.7
<u>Revenue Per State Park Visitor (Actual)</u>	<u>\$0.51</u>	<u>\$0.53</u>	

**Source:** Louisiana Office of Planning and Budget Supporting Document



# Department Contacts

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