

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 247** SLS 16RS 481
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

| | | |
|---|---------|-----------------------------------|
| Date: May 3, 2016 | 5:25 PM | Author: LAFLEUR |
| Dept./Agy.: CRT | | Analyst: Monique Appeaning |
| Subject: Transfer Mansfield Female College Museum to CRT | | |

MUSEUMS OR INCREASE GF EX See Note Page 1 of 2

Transfers the jurisdiction of the Mansfield Female College Museum from the Department of State to the Department of Culture, Recreation and Tourism. (gov siq)

Present law provides for the establishment of the Mansfield Female College Museum (MFCM) in the town of Mansfield, in the parish of DeSoto, under the jurisdiction of the Department of State (SOS). Proposed law transfers the jurisdiction of the museum from the Department of State to the Department of Culture, Recreation and Tourism (CRT).

Effective upon signature of the governor or lapse of time for gubernatorial action.

| EXPENDITURES | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 5 -YEAR TOTAL |
|---------------------|------------------|------------------|------------------|------------------|------------------|----------------------|
| State Gen. Fd. | \$504,433 | \$504,433 | \$504,433 | \$504,433 | \$504,433 | \$2,522,165 |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Annual Total | \$504,433 | \$504,433 | \$504,433 | \$504,433 | \$504,433 | \$2,522,165 |

| REVENUES | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | INCREASE | INCREASE | INCREASE | INCREASE | INCREASE | |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Annual Total | | | | | | |

EXPENDITURE EXPLANATION

The proposed law will result in an increase of SGF expenditures. The Department of Culture, Recreation and Tourism (CRT) projects expenditure needs at \$548,903 and five (5) full-time positions. This represents an increase of \$504,433 and 4.5 positions over current funding for the Secretary of State (SOS) to operate the museum. The Office of State Museum (OSM) reports that an unaccredited museum under its current system would restrict its ability to apply for and receive certain grants; and suggests that it is advisable that only those museums that are accredited or of such standards that can meet the requirements to be accredited should be part of the museum system. The reported funding needs will bring the MFCM to the accreditation standards. The Legislative Fiscal Office (LFO) is unable to corroborate whether inclusion of an unaccredited museum under the purview of CRT would result in certain threat to the overall museum system's accreditation status.

NOTE: Information from the American Alliance of Museums (AAM) indicates that there is a potential impact (but not a certainty) to the accreditation status of existing museums if non-accredited museums are moved into CRT. AAM reports that even if the new sites came with their own dedicated funding and staffing and were not going to seek accreditation, the addition of the sites would be a significant change to the nature of the system as it was when last accredited. For both these reasons, the changes would trigger a closer look at the LSM's accreditation and the impact of the changes on it, which would involve the Accreditation Commission asking additional questions to gather data (e.g., about allocation of resources across the entire LSM system and if/how the new sites work with the accredited sites in terms of programming and collections).

Currently, CRT - OSM is responsible for the oversight of an accredited system of museums that meet certain criterion via the AAM. The accreditation for core standards includes public trust and accountability, mission and planning, leadership and organization structure, education and interpretation, financial stability, facilities and risk management, and standards for institutions housed in historic structures. CRT reports part of the accreditation requirements from AAM is for museums to have clear lines of authority regarding governance and administration. Part of the current structure of OSM addresses this requirement for Mansfield Female College Museum (MFCM) compliance; however, CRT reports additional positions would be needed to provide support at the museum level. The positions are: a Museum Director (salary and related benefits = \$74,378) to provide for the administration of the museum and its operations; an Administrative Program Specialist (salary

Continued On Page Two

REVENUE EXPLANATION

The proposed law will not impact SGR for SOS - MFCM as there is no admissions fee charged to visit it. However, there may be an indeterminable increase in SGR upon the transfer of MFCM to CRT as the museums under CRT charge an admissions fee to patrons set via administrative rule. Assuming rules are promulgated to authorize admissions fees, using the current admissions fees at OSM museums, it may range from a minimum of \$3 to a maximum of \$6 per adult and free for youth 12 yrs old and younger. Also, there may be an indeterminable increase in revenue through building rentals if authorized via rule.

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|--|----------------------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> |
| <input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | <input checked="" type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux
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Staff Director

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CONTINUED EXPLANATION from page one:

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Continued Expenditure Explanation From Page One

and related benefits = \$66,252) to provide educational and community outreach programs; a Curator 2 (salary and related benefits = \$59,151) to provide care and oversight of museum exhibitions and collections including changing exhibitions and interpretation; a Maintenance Repairer (salary and related benefits = \$54,370) to serve as the caretaker of building and grounds of MFCM including repair and monitoring of environmental systems and daily janitorial services, and a Police Officer (salary and related benefits = \$66,252) charged with the protection of visitors, staff, collections and the museum property. (Note: Each existing OSM Museum property is monitored and secured by a post-certified police officer.)

Also, OSM collects and develops exhibitions of Louisiana historical documents, visual arts, decorative arts, costume and textiles, science and technology, music and jazz. OSM has determined that MFCM's current collections do not align with the agency's exhibits and collections mission and once the transfer is finalized the required resources reported by CRT will in part assist with aligning it to this mission.

CRT reports other SGF expenditures are for Operating Expenses totaling \$137,500 for supplies, utilities and travel; Equipment funding totaling \$75,000 for new computers, printers, chairs, projectors, and one vehicle (Note: the equipment funding is primarily one-time); and Other Charges funding totaling \$16,000 for miscellaneous items (i.e. exhibit repairs, mold remediation, and for unanticipated items/events that may occur).

Finally, CRT reports the MFCM facility requires physical upgrades to meet the accreditation standards of the AMA. The upgrades include an HVAC and Security System to museum quality for monitoring (daily) relative humidity and temperature to maintain museum standards. Also, CRT further reports upgrades are needed to the exhibitions to include an LED lighting system. MFCM also needs secure collections storage facilities on the property per CRT. CRT projects the total cost for the remodel/restoration of MFCM at \$2 Million.

The proposed law will decrease SGF expenditures for the SOS by \$44,470 as a result of transferring MFCM to CRT. The decrease in funding covers personal services expenditures of \$13,435 associated with one part-time position (an Administrative Coordinator) and operating expenses (maintenance, supplies, internet service, utilities and security) of \$31,035.

The museum is currently open to the public Tuesday through Friday from 10:00 AM - 4:00 PM weekly. Upon the transfer, the museum will open to the public Tuesday through Sunday from 9:00 AM - 5:00 PM weekly.

Senate Dual Referral Rules House

13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

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