

Fiscal 2009 Executive Budget Hearings

Department of Cultural Affairs (Capital)

May 2008

*Hon. Christine C. Quinn
Speaker of the Council*

*Hon. David I. Weprin, Chair
Committee on Finance*

*Hon. Domenic M. Recchia Jr., Chair
Committee on Cultural Affairs, Libraries &
International Intergroup Relations*

*Preston Niblack, Director
Finance Division*

New York City Council Finance Division

Preston Niblack
Director

Jeffrey Rodus
Deputy Director

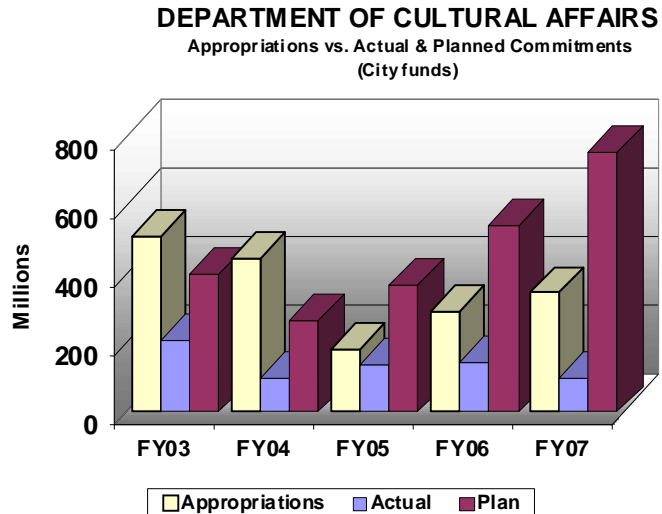
Jonathan Rosenberg
Deputy Director

Department of Cultural Affairs (Capital)

Agency Overview

The Department of Cultural Affairs (DCA) is the principal City agency responsible for overseeing and sustaining New York City's cultural life, heritage and artistic preeminence. The Agency is primarily concerned with overseeing the implementation and coordination of the financial, administrative, legal and managerial support needed by more than 34 cultural institutions housed primarily in City-owned buildings.

The City of New York is home to nearly 1,400 arts and cultural institutions and organizations that are found throughout the five boroughs. DCA is charged with fostering coordination among City, State and Federal governments and these cultural institutions and provides funding, technical support and information services in all the visual, literary and performing arts disciplines as well as for zoos, museums, botanical gardens, and historical and preservation societies.



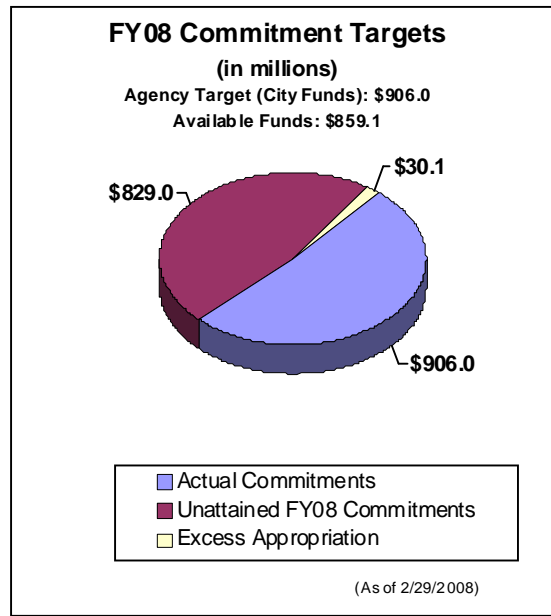
DCA oversees and maintains more than 9.8 million gross square feet of facility space for 273 buildings, many of which are landmarks. The Department's capital expenditure responsibilities consist mainly of managing a capital construction program for the 34 primary cultural institutions that occupy City-owned buildings and the management of programs for other capital-eligible institutions. Capital projects include design, renovation, construction, computerization and exterior rehabilitation of facilities, provision of security, public safety improvements, and code compliance.

Fiscal 2009 Executive Capital Budget

Current Budget Summary

The May 2008 Capital Commitment Plan includes \$919.7 million in Fiscals 2009-2012 for the Department of Cultural Affairs (including City and Non-City funds). This represents 2.14 percent of the City's total \$43.1 billion Executive Plan for Fiscals 2009-2012. The agency's May Commitment Plan for Fiscals 2009 - 2012 has increased 39.8 percent since the January Commitment Plan, an increase of \$262.0 million.

Over the past five years the DCA has only committed an average of 29.2 percent of its annual capital plan. Therefore, it is assumed that a large portion of the agency's Fiscal 2008 capital plan will be rolled into Fiscal 2009 thus greatly increasing the size of the Fiscal 2009-2012 capital plan. Since adoption last June, the Capital Commitment Plan for Fiscal 2008 has decreased from \$955.1 million to \$762.6 million, a reduction of \$192.5 million or 20.2 percent.



Currently the DCA's appropriations total \$859.1 million in city-funds for Fiscal 2008. These appropriations are to be used to finance the DCA's \$373.9 million City-funded Fiscal 2008 capital commitment program. The agency has over twice what the funding that it needs to meet its entire capital commitment program for the current fiscal year.

Fiscal 2009 Executive Capital Budget

The Department of Cultural Affairs' capital commitments for the last five years are shown below:

FIVE YEAR HISTORY – CAPITAL BUDGET (\$ in millions)					
	FY03	FY04	FY05	FY06	FY07
CITY	207	98	140	144	99
NON-CITY	0	2	0	8	5
TOTAL	207	100	140	152	104

The Preliminary Four-Year Capital Plan is shown below:

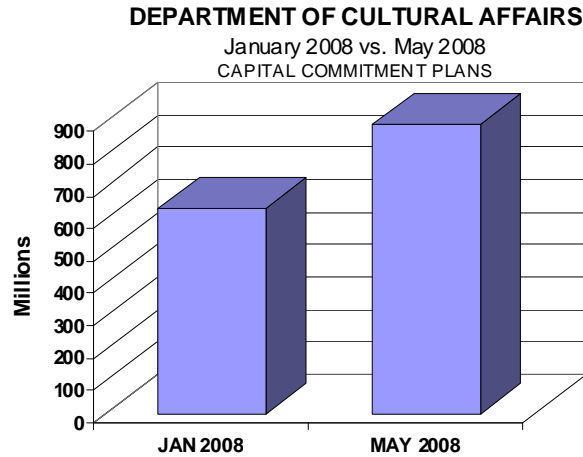
PRELIMINARY CAPITAL BUDGET – JANUARY 2008 (\$ in millions)					
	FY09	FY10	FY11	FY12	FY's 09-12
CITY	480.5	21.8	109.9	25.3	637.6
NON-CITY	20.1	0	0	0	20.1
TOTAL	500.6	21.8	109.9	25.3	657.7

The Executive Four-Year Capital Plan is shown below:

EXECUTIVE CAPITAL PLAN – MAY 2008 (\$ in millions)					
	FY09	FY10	FY11	FY12	FY's 09-12
CITY	738.2	21.8	109.9	25.3	895.3
NON-CITY	24.4	0	0	0	24.4
TOTAL	762.6	21.8	109.9	25.3	919.7

EXECUTIVE BUDGET ISSUES:

- The Department of Cultural Affairs' May Capital Commitment Plan for Fiscal Year 2009 – 2012 is 39.8 percent greater than the \$657.7 million in the January Commitment Plan (Fiscal 2009 – 2012), an increase of \$262.0 million. This increase is due to many projects originally scheduled to be committed in Fiscal 2008 being pushed to Fiscal Years 2009.



EXECUTIVE BUDGET HIGHLIGHTS (Fiscal 2008 - 2012):

- Lincoln Center Redevelopment - \$197 million
- New York Aquarium Master Plan - \$74 million
- Bronx Zoo Site-Wide Improvements - \$46 million
- Queens Museum of Art Expansion - \$41 million
- Snug Harbor Cultural Center Site-Wide Improvements - \$26 million