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2016-17 Governor's Budget, Indian Affairs Council

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<http://mn.gov/indianaffairs>

AT A GLANCE

- Serves the entire state of Minnesota and the eleven sovereign Tribal Nations
- Approximately 59,000 American Indians statewide
- Two Offices located in St. Paul and Bemidji
- 28-member board
- Four staff; Executive Director, Cultural Resources Director; Legislative Assistant, and Cultural Resources Specialist

PURPOSE

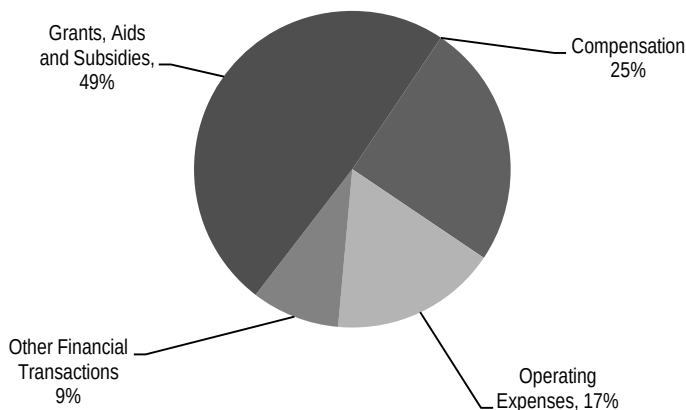
The mission of the Indian Affairs Council (MIAC) is to protect the sovereignty of the 11 Minnesota Tribes and to ensure the well-being of American Indian citizens throughout the state of Minnesota. Established in 1963, the MIAC provides a liaison office to the eleven sovereign tribal nations and state government. The council also advises and makes recommendations to state policy makers, including the Governor and Legislature. The MIAC proposes the yearly agenda for the annual Governor/Tribal Leader summit. The MIAC also fulfills duties found in MS 307.09, through its Cultural Resources program. The Cultural Resources program works to protect Indian gravesites and burial mounds statewide.

The MIAC contributes to the statewide outcomes by close partnerships with state agencies, citizen outreach through quarterly board meetings, public outreach, providing liaison services between governments, participating in and developing reports and data for policy development, co-managing the Why Treaties Matter Exhibit, and managing the Dakota and Ojibwe Language Revitalization program.

The Minnesota Indian Affairs Council contributes to numerous if not all statewide outcomes by partnering with agencies focused directly on the statewide outcomes of the following: Strong and stable families and communities; a thriving economy that encourages business growth and employment opportunities; Minnesotans have the education and skills needed to achieve their goals; all Minnesotans have optimal health; a clean and healthy environment with sustainable uses of natural resources; and people in Minnesota are safe.

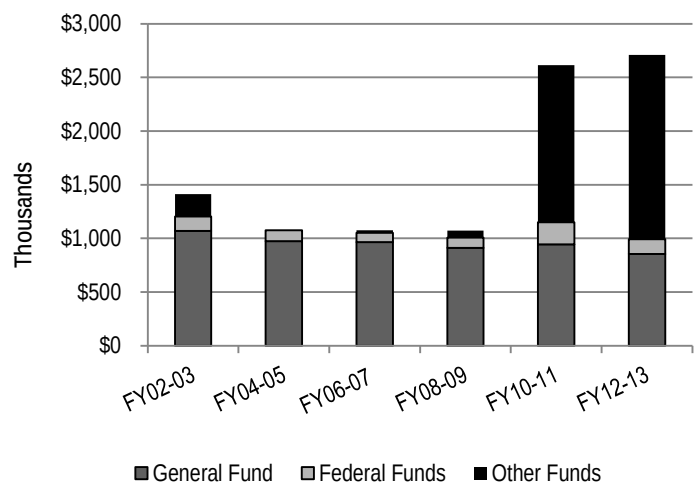
BUDGET

Spending by Category
FY 13 Actual



Source: BPAS

Historical Spending



Source: Consolidated Fund Statement

The Minnesota Indian Affairs Council has a total biennial budget of approximately \$2.7 million. General Fund is approximately \$855,000. Legacy Funding consisting of grants to communities for Dakota and Ojibwe Language Revitalization is approximately \$1.7 million. The remaining \$138,000 is federal funding.

STRATEGIES

To accomplish its mission, the Minnesota Indian Affairs Council uses the following strategies:

- Citizen and public outreach
- Liaison services to state government and tribes
- Policy advisement to the Governor and State Legislature
- Educating public on issues of importance to Indian Tribes and people

RESULTS

The liaison services and work of the MIAC are most effectively measured quantitatively. Research data and information obtained through sources and individuals outside of MIAC are crucial to its liaison work. MIAC operates several programs, such as the Why Treaties Matter Exhibit initiative led and in partnership with the Minnesota Humanities Center and the National Museum of the American Indian, Smithsonian Institute. From its inception in 2010, outcomes show that over 55,000 constituents throughout Minnesota have taken part in the exhibit viewing and programming through 2014. The exhibit continues to travel within MNSCU institutions and the Blandin Foundation, Northern Minnesota region, but it is no longer primarily funded by the state or legacy funds.

<i>Type of Measure</i>	<i>Name of Measure</i>	<i>Previous</i>	<i>Current</i>	<i>Dates</i>
Quantity	Dakota and Ojibwe Language Revitalization Grant Program with the goals of revitalizing the endangered languages of Dakota and Ojibwe	12 Grant Applications	30 Grant Applications	2010 and 2014

2010 and 2014 grant applications reflect the total number of applications received following the RFP issued for language programs statewide. Total amount of funding available for 2010 was \$1,250,000. Total amount of funding available for 2014 was \$1,400,000. Requests for grants funds exceeded the amount available.

The Minnesota Indian Affairs Council's legal authority comes from MS 3.922 (<https://www.revisor.mn.gov/statutes/?id=3.922>).

Expenditures By Fund

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY13	FY14	FY15	FY16	FY17	FY16	FY17
1000 - General	436	420	539	585	562	562	569	576
2000 - Restricted Misc Special Rev	2	4	0	0	0	0	0	0
2001 - Other Misc Special Rev	0	0	34	80	80	80	80	80
2301 - Arts & Cultural Heritage Fund	841	870	931	969	0	0	0	0
3000 - Federal	61	78	15	0	0	0	0	0
Total	1,340	1,372	1,519	1,634	642	642	649	656
<i>Biennial Change</i>				442		(1,870)		(1,849)
<i>Biennial % Change</i>				16		(59)		(59)
<i>Governor's Change from Base</i>								21
<i>Governor's % Change from Base</i>								2

Expenditures by Program

Program: Indian Affairs Council	1,340	1,372	1,519	1,634	642	642	649	656
Total	1,340	1,372	1,519	1,634	642	642	649	656

Expenditures by Category

Compensation	371	346	437	500	471	489	478	503
Operating Expenses	161	220	156	212	169	151	169	151
Other Financial Transactions	300	131	554	549	2	2	2	2
Grants, Aids and Subsidies	504	675	373	373	0	0	0	0
Capital Outlay-Real Property	4							
Total	1,340	1,372	1,519	1,634	642	642	649	656
Full-Time Equivalents	4.9	4.5	5.6	5.2	5.0	5.0	5.0	5.0

(Dollars in Thousands)

1000 - General

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY 13	FY 14	FY15	FY16	FY17	FY16	FY17
Balance Forward In		42		23				
Direct Appropriation	462	462	562	562	562	562	569	576
Net Transfers		(10)						
Cancellations		74						
Expenditures	436	420	539	585	562	562	569	576
Balance Forward Out	26		23					
<i>Biennial Change in Expenditures</i>				269		0		21
<i>Biennial % Change in Expenditures</i>				31		0		2
<i>Gov's Exp Change from Base</i>								21
<i>Gov's Exp % Change from Base</i>								2
FTEs	4.6	4.1	4.8	4.0	4.2	4.2	4.2	4.2

2000 - Restricted Misc Special Rev

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY 13	FY 14	FY15	FY16	FY17	FY16	FY17
Balance Forward In	2							
Receipts	0	4	0	0	0	0	0	0
Expenditures	2	4	0	0	0	0	0	0
<i>Biennial Change in Expenditures</i>				(6)		0		0
<i>Biennial % Change in Expenditures</i>				(100)		0		0
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	0	0	0.0	0	0	0	0	0

2001 - Other Misc Special Rev

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY 13	FY 14	FY15	FY16	FY17	FY16	FY17
Receipts	0	0	34	80	80	80	80	80
Expenditures	0	0	34	80	80	80	80	80
<i>Biennial Change in Expenditures</i>				114		46		46
<i>Biennial % Change in Expenditures</i>						40		40
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs			0.3	1.0	0.9	0.8	0.9	0.8

(Dollars in Thousands)

2301 - Arts & Cultural Heritage Fund

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY 13	FY 14	FY15	FY16	FY17	FY16	FY17
Balance Forward In		35		19				
Direct Appropriation	875	875	950	950	0	0	0	0
Cancellations		40						
Expenditures	841	870	931	969	0	0	0	0
Balance Forward Out	34		19					
<i>Biennial Change in Expenditures</i>				189		(1,900)		(1,900)
<i>Biennial % Change in Expenditures</i>				11		(100)		(100)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	0.1	0.3	0.2	0.2	0	0	0	0

3000 - Federal

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY 13	FY 14	FY15	FY16	FY17	FY16	FY17
Receipts	61	78	15	0	0	0	0	0
Expenditures	61	78	15	0	0	0	0	0
<i>Biennial Change in Expenditures</i>				(124)		(15)		(15)
<i>Biennial % Change in Expenditures</i>				(89)		(100)		(100)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	0.3	0.1	0.3	0	0	0	0	0

Indian Affairs Council

FY16-17 Biennial Budget Change Item

Change Item Title: Operating Adjustment

Fiscal Impact (\$000s)	FY 2016	FY 2017	FY 2018	FY 2019
General Fund				
Expenditures	7	14	14	14
Revenues	0	0	0	0
Other Funds				
Expenditures	0	0	0	0
Revenues	0	0	0	0
Net Fiscal Impact = (Expenditures – Revenues)	7	14	14	14
FTEs	0	0	0	0

Recommendation:

The Governor recommends additional funding for compensation related costs associated with the delivery of agency services. This amount represents an annual increase of 1.8% for General Fund compensation costs.

Rationale/Background:

Each year, compensation costs rise due to labor contract settlements, and changes in employer-paid contributions for insurance, FICA, Medicare, retirement, and other factors. Absorbing this increase in compensation costs within existing agency base appropriations results in reduced staffing and/or reduced non-compensation spending.

Proposal:

The Governor recommends increasing agencies' general fund budgets for employee wage and benefit costs by 1.8% per year for FY 2016-17. Agencies were instructed to include a 1.8% increase to total compensation each year in their base budgets, based upon the compound annual compensation spending rate increase per FTE over the last ten years for executive branch employees. This recommendation is intended to allow agencies to maintain their current level of agency operations.

For non-General Fund direct appropriated funds, the Governor's budget recommendations also include an adjustment of 1.8% per year, where the amount can be supported by the source of revenue.

Results:

This proposal is intended to allow agencies to continue to provide current levels of service and information to the public.

Statutory Change(s):

N.A.

FY16-17 Federal Funds Summary

Federal Agency and CFDA #	Federal Award Name and Brief Purpose	New Grant	2014 Actuals	2015 Budget	2016 Base	2017 Base	State Match or MOE Required?	FTEs
	Office of Economic Opportunity. To assist Minnesota Indian reservation governments to plan, develop and administer Community Action and Economic Opportunity programs and to strengthen their role in the statewide community action network.	No	15	0	0	0	None	0.3

Narrative:

The Minnesota Indian Affairs Council (MIAC) receives funds for the Economic Opportunity Program from the Department of Human Services (DHS) Office of Economic Opportunity (OEO). Yearly, DHS and MIAC enter into an interagency agreement to administer the program. The program assists Minnesota Indian reservation governments to plan, develop and administer Community Action and Economic Opportunity programs and to strengthen their role in the statewide community action network. Since October 2013, these annual agreements have been accounted for in the special revenue fund.