

**Summary of FY 2010 Budget Increases/(Decreases)**

**OTHER NECESSARY PROGRAM CHANGES**

**( + \$36,743,000)**

A net increase of \$36,743,000 is requested in FY 2010 for other necessary program changes. A summary by program is listed below.

**Art Care ( - \$1,531,000)**

An increase of \$78,000 is requested in FY 2010 for other services for the permanent collection galleries. This amount is for rising contract costs for repair and maintenance of the Gallery's sculpture and other permanent collection galleries. This includes service contracts for carpentry, painting, lighting and electrical maintenance of the galleries and public spaces.

An increase of \$131,000 is requested in FY 2010 for IT services, including:

- \$5,000 increase for software licenses for the recently-deployed Collections Management System (CMS II).
- \$24,000 increase for maintenance costs of the Integrated Library System.
- \$102,000 increase for maintenance costs to create and update content of the Gallery's Web site.

An increase of \$20,000 is requested in FY 2010 for IT equipment to replace the meta-library server for the Integrated Library System.

A decrease of \$200,000 in FY 2010 is reflected for special exhibitions supplies.

A decrease of \$1,560,000 in FY 2010 is reflected for special exhibitions services.

**Operations & Maintenance ( - \$552,000)**

An increase of \$12,000 is requested in FY 2010 for off-site greenhouse rental costs to house the Ames-Haskell Azalea Collection which decorates the Rotunda each spring. This azalea collection includes 250 plant specimens that were donated to the Gallery on its 50<sup>th</sup> anniversary. Funding is requested to house the collection which is now unable to be housed in the Gallery's modest greenhouses.

An increase of \$46,000 is requested in FY 2010 for water and sewer. The D.C. Water and Sewer Authority notified the Gallery in April 2008, that the FY 2010 charge for water and sewer will be \$951,000, an increase of \$46,000 over the FY 2009 Budget.

An increase of \$56,000 is requested in FY 2010 for other services for the Gallery's grounds maintenance contract which provides day-to-day exterior trash removal and occasional snow removal services. Also, these additional funds are required for cleanup after special events, such as the 4th of July celebration on the Mall; tree pruning to ensure public safety around the 250 specimen trees on the Gallery's grounds; and large-tree replacements to remove overgrown and dying trees which pose a danger to Gallery buildings as well as to the general public. This contract was first awarded in FY 2002, in accordance with Javits-Wagner-O'Day Act (41 U.S.C. 46-48c) (JWOD), to a National Industries for the Severely Handicapped (NISH) contractor, providing both cost savings to the Gallery and training opportunities to people with severe disabilities. The requested funds are needed to continue to offer these employment opportunities to the disabled and to maintain a clean and safe environment for the Gallery's staff and visitors.

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A decrease of \$666,000 in FY 2010 is reflected for chilled water.

### **Protection ( + \$55,000)**

An increase of \$55,000 is requested in FY 2010 for IT other services, including:

- \$22,000 for the maintenance contract for the Integrated Security Management System (ISMS). In FY 2006, the Gallery purchased and installed Seibold Incorporated's *Skyline II* and *DVTel* system to implement the ISMS. Additional funds are needed due to higher maintenance costs for this system.
- \$33,000 is for the increase in GSA costs for use of their HSPD-12 shared services program that provides Gallery employees with common secure access cards.

### **General Administration: ( - \$120,000)**

An increase of \$15,000 is requested in FY 2010 for GSA and commercial vehicle leases. Additional funds are needed to cover annual contract cost escalations.

An increase of \$21,000 is requested in FY 2010 for warehouse rent and art storage rental, due to rent cost adjustments. These funds support the cost of approximately 65,000 square feet at a warehouse in Maryland as well as another 5,000 square feet of art storage space at a nearby art storage warehouse. Both the Gallery's warehouse and its art storage facility are an essential part of its infrastructure. The Gallery's warehouse is the central point of receiving, inspection, distribution, and storage of supplies, equipment, and mail. As such, it performs an important security function, allowing the NGA to screen all incoming packages before they are delivered and reducing the number of delivery vehicles arriving at our buildings located on the Mall. The Gallery's Production Center which is also housed in the warehouse is used for custom fabrication for exhibitions and building maintenance. The art storage facility provides the Gallery with much needed additional, secure and climate-controlled, off-site storage for works of art.

An increase of \$15,000 is requested in FY 2010 for all metered postage, due to postal rate escalations in May 2009.

An increase of \$35,000 is requested in FY 2010 for Gallery-wide office supplies such as copier paper and toner cartridges. The budget must be increased to meet rising materials costs.

A net increase of \$151,000 is requested in FY 2010 for IT other services to maintain the General and Administrative computer systems, including the following:

- \$49,000 increase for higher maintenance and support costs for the new Financial Management System (FMS II).
- \$36,000 increase for maintenance and support of the intranet and web infrastructure.
- \$39,000 increase for a portion of the Help Desk contract which supports the network administration, maintenance fees for Cisco hardware and software, due to higher monthly internet service fees.
- \$44,000 decrease in Office Automation which includes contracted Help Desk support and license fees for numerous software companies that provide office

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automation software such as Microsoft, Apple, Adobe etc., due to reductions resulting from efficiencies in Help Desk operations.

- \$55,000 increase to maintain and support IT security programs including security awareness training to end-users of the Gallery's network, maintenance costs of the various IT security software used throughout the Gallery's IT infrastructure (e.g. Checkpoint firewall, virus protection software, remote access tokens, spam filtering software etc.), and contractor-provided scans of our internal and external network. Additional funds are required for maintenance and support of the IT security program. Additional funds are also needed due to Federal Information Security Management Act (FISMA) certification and accreditation requirements.
- \$16,000 increase for maintenance and support costs related to the Gallery's Enterprise Architecture.

A decrease of \$357,000 is reflected in FY 2010 for IT equipment required to maintain the General and Administrative computer systems, including the following:

- \$160,000 decrease for completion of the IT project related to the Gallery's conversion of personnel records in accordance with OMB's mandated e-OPF initiative.
- \$100,000 decrease for completion of the IT wireless project related to the Gallery's network modernization.
- \$97,000 decrease for the technology refreshment of office automation equipment (desktops, laptops, printers, displays, scanners), due to the elimination of previously-budgeted expenses for the purchase of additional central storage equipment now completed.

### **Master Facilities Plan/Renovation ( + \$38,891,000)**

An increase of \$40,000,000 is requested in FY 2010 for stone repairs to the National Gallery's East Building facade. Beginning in 2006, the large stone veneer panels on the East Building exterior began tilting at the top, and in some extreme cases had been displaced over one inch. The Gallery hired a forensic structural engineer to investigate the cause. Over the past year, the investigation concluded that the Gallery needs to undertake remedial repair work as soon as funds can be made available to replace the supports for the over 16,000 panels that cover the East Building exterior. Once the project funds are secured and the contract documents are developed, construction can begin. Please see Tab 4 for detailed information on the FY 2010 budget request for East Building stone repairs.

A decrease of \$1,109,000 is reflected in the FY 2010 Budget Request for the Master Facilities Plan.