

## SPECIAL APPROPRIATION RECOMMENDATIONS

| FY2024 EMERGENCY SPECIAL APPROPRIATIONS              | FTE        | GENERAL FUNDS        | FEDERAL FUNDS         | OTHER FUNDS          | TOTAL FUNDS           |
|--|------------|----------------------|-----------------------|----------------------|-----------------------|
| Richmond Dam Replacement                             |            | \$ 9,650,200         | \$ 10,649,800         |                      | \$ 20,300,000         |
| Center for Quantum Information Science & Technology  |            | \$ 6,034,444         |                       |                      | \$ 6,034,444          |
| K-12 Professional Development and Literacy           |            | \$ 6,000,000         |                       |                      | \$ 6,000,000          |
| Emergency and Disaster Fund                          |            | \$ 2,776,341         |                       |                      | \$ 2,776,341          |
| Fire Suppression Fund                                |            | \$ 2,250,931         |                       |                      | \$ 2,250,931          |
| Lake Alvin and Newell Lake Spillway Replacement      |            | \$ 1,995,604         |                       |                      | \$ 1,995,604          |
| Rural Recruitment Assistance Programs                |            | \$ 700,863           |                       |                      | \$ 700,863            |
| Tax Refunds for the Elderly and Disabled             |            | \$ 425,000           |                       |                      | \$ 425,000            |
| Environmental Funding Projects - Local               |            |                      | \$ 95,384,221         |                      | \$ 95,384,221         |
| Environmental Funding Projects - Local Contingency   |            |                      | \$ 28,000,000         |                      | \$ 28,000,000         |
| Environmental Funding Projects - State               |            |                      | \$ 12,826,696         |                      | \$ 12,826,696         |
| Male Prison Facility                                 |            |                      | \$ 10,000,000         |                      | \$ 10,000,000         |
| Female Prison Facility                               |            |                      | \$ 2,420,154          | \$ 20,892,179        | \$ 23,312,333         |
| Governor's Omnibus Water Funding Bill                |            |                      | \$ 500,000            | \$ 19,300,000        | \$ 19,800,000         |
| <b>TOTAL FY2024 EMERGENCY SPECIAL APPROPRIATIONS</b> | <b>0.0</b> | <b>\$ 29,833,383</b> | <b>\$ 159,780,871</b> | <b>\$ 40,192,179</b> | <b>\$ 229,806,433</b> |

**NOTE:** FY2024 emergency special appropriations become available for expenditure upon passage of the bill and are included in the FY2024 column of the General Fund Condition Statement.

The Governor is recommending total emergency special appropriations of \$29,833,383 in general funds, \$159,780,871 in federal fund expenditure authority, and \$40,192,179 in other fund expenditure authority. The following paragraphs highlight each recommended emergency special appropriation.

- **Richmond Dam Replacement:** The Governor is recommending an increase of \$9,650,200 in general funds and \$10,649,800 in federal fund expenditure authority for costs associated with the replacement of Richmond Dam.
- **Center for Quantum Information Science & Technology:** The Governor is recommending an increase of \$6,034,444 in general funds to jumpstart the Center for Quantum Information Science & Technology (C-QIST) in partnership with Dakota State University.
- **K-12 Professional Development and Literacy:** The Governor is recommending an increase of \$6,000,000 in general funds for the Department of Education to provide professional development for teachers in literacy.
- **Emergency and Disaster Fund:** The Governor is recommending an increase of \$2,776,341 in general funds to be deposited into the Emergency and Disaster Fund for costs related to emergencies and disasters impacting South Dakota.
- **Fire Suppression Fund:** The Governor is recommending an increase of \$2,250,931 in general funds to be deposited into the Fire Suppression Fund for costs related to the suppression of wildfires in South Dakota.
- **Lake Alvin and Newell Lake Spillway Replacement:** The Governor is recommending an increase of \$1,995,604 in general funds to complete the Lake Alvin and Newell Lake spillway projects.
- **Rural Recruitment Assistance Programs:** The Governor is recommending an increase of \$700,863 in general funds to recruit medical professionals to rural communities.
- **Tax Refunds for the Elderly and Disabled:** The Governor is recommending an increase of \$425,000 in general funds for tax refunds to elderly and disabled individuals who meet income guidelines.
- **Environmental Funding Projects - Local:** The Governor is recommending an increase of \$95,384,221 in federal fund expenditure authority to support eligible improvements to water and sewer infrastructure projects throughout the state.
- **Environmental Funding Projects - Local Contingency:** The Governor is recommending an increase of \$28,000,000 in federal fund expenditure authority for contingency in eligible improvements to water and sewer infrastructure projects throughout the state should other State Fiscal Recovery Fund projects exceed anticipated cost.
- **Environmental Funding Projects - State:** The Governor is recommending an increase of \$12,826,696 in federal fund expenditure authority for eligible improvements to the water and sewer infrastructure at various state-owned facilities.
- **Male Prison Facility:** The Governor is recommending an increase of \$10,000,000 in federal fund expenditure authority for eligible water and sewer infrastructure projects at the new Male Prison Facility in the Sioux Falls area.
- **Female Prison Facility:** The Governor is recommending an increase of \$2,420,154 in federal fund expenditure authority and \$20,892,179 in other fund expenditure authority for eligible water and sewer infrastructure, as well as higher than anticipated construction costs at the new Female Prison Facility in Rapid City.
- **Governor's Omnibus Water Funding Bill:** The Governor is recommending an increase of \$500,000 in federal fund expenditure authority and \$19,300,000 in other fund expenditure authority for water development, solid waste, and water quality improvement projects throughout the state.

| FY2024 GENERAL BILL AMENDMENTS   | FTE          | GENERAL FUNDS           | FEDERAL FUNDS           | OTHER FUNDS          | TOTAL FUNDS             |
|--|--------------|-------------------------|-------------------------|----------------------|-------------------------|
| Technical Colleges Equipment   |              | \$ 4,818,836            |                         |                      | \$ 4,818,836            |
| Hughes County Jail Contract  |              | \$ 4,521,240            |                         |                      | \$ 4,521,240            |
| Bureau Billings  |              | \$ 2,121,992            | \$ 1,989,002            | \$ 5,857,923         | \$ 9,968,917            |
| Food Services  |              | \$ 1,777,457            |                         |                      | \$ 1,777,457            |
| Coronavirus Relief Funds (CRF) Health Insurance Adjustment             |              | \$ 1,004,235            | \$ (1,133,332)          | \$ 36,197            | \$ (92,900)             |
| State Veterans' Home Contract Medical Staff                            |              | \$ 847,420              |                         | \$ (847,420)         | \$ -                    |
| Technical Colleges Formula   |              | \$ 777,739              |                         |                      | \$ 777,739              |
| Juvenile Community Corrections Placements                              |              | \$ 582,666              | \$ (342,064)            |                      | \$ 240,602              |
| Digital Investigations   |              | \$ 275,000              |                         |                      | \$ 275,000              |
| Bureau of Information and Telecommunications Critical System Support   |              | \$ 210,000              | \$ 5,573,063            | \$ 375,442           | \$ 6,158,505            |
| Department of Labor and Regulation Rent                                |              | \$ 109,470              |                         |                      | \$ 109,470              |
| Health Protection Inspections  |              | \$ 55,131               |                         |                      | \$ 55,131               |
| County and Tribal Veterans' Service Officer Salary Support             |              | \$ 7,437                |                         |                      | \$ 7,437                |
| Legislator Salaries  |              | \$ (151,802)            |                         |                      | \$ (151,802)            |
| Various Statewide Utilities  |              | \$ (516,213)            | \$ (280,175)            | \$ (1,812)           | \$ (798,200)            |
| Correctional Healthcare Reduction (SFRF)                               |              | \$ (10,000,000)         | \$ 10,000,000           |                      | \$ -                    |
| Enhanced FMAP - COVID-19 PHE Unwinding                                 |              | \$ (13,544,785)         | \$ 13,359,614           | \$ (106,205)         | \$ (291,376)            |
| State Aid to General Education Revision                                |              | \$ (15,223,350)         |                         |                      | \$ (15,223,350)         |
| Department of Human Services Utilization                               |              | \$ (19,109,570)         | \$ (31,196,591)         |                      | \$ (50,306,161)         |
| Change in Medicaid and CHIP Eligibles                                  |              | \$ (20,844,290)         | \$ (30,503,083)         |                      | \$ (51,347,373)         |
| Change in Medicaid Expansion Utilization                               |              | \$ (48,934,725)         | \$ (337,812,528)        |                      | \$ (386,747,253)        |
| COVID-19 Federal Grant Expenditure Authority                           |              | \$ 104,247,232          |                         |                      | \$ 104,247,232          |
| Board of Regents Expenditure Authority Adjustment                      | 8.0          | \$ 10,000,000           |                         | \$ 3,010,769         | \$ 13,010,769           |
| Department of Education Federal Fund Expenditure Authority             |              | \$ 4,518,492            |                         |                      | \$ 4,518,492            |
| Attorney General Federal Fund Expenditure Authority                    |              | \$ 1,005,332            |                         |                      | \$ 1,005,332            |
| Department of Labor and Regulation Quest Dislocated Worker Grant       | 2.0          | \$ 718,906              |                         |                      | \$ 718,906              |
| Department of Labor and Regulation Reduction in Federally Funded FTE   | (19.0)       | \$ (1,829,717)          |                         |                      | \$ (1,829,717)          |
| Broadband Program Expenditure Authority Adjustment                     |              | \$ (18,952,000)         |                         |                      | \$ (18,952,000)         |
| Risk Management Claims and Premiums                                    |              |                         |                         | \$ 8,850,000         | \$ 8,850,000            |
| Department of Labor and Regulation Apprenticeship Grant                | 7.0          |                         |                         | \$ 2,510,553         | \$ 2,510,553            |
| Department of Health Informational Boards                              |              |                         |                         | \$ 2,400,000         | \$ 2,400,000            |
| Department of Education Certification and Personal Record Form Systems |              |                         |                         | \$ 1,251,220         | \$ 1,251,220            |
| Division of Banking Operating Expenses                                 |              |                         |                         | \$ 260,053           | \$ 260,053              |
| Highway Patrol - Computer Lease  |              |                         |                         | \$ 78,032            | \$ 78,032               |
| <b>TOTAL FY2024 GENERAL BILL AMENDMENTS</b>                            | <b>(2.0)</b> | <b>\$ (111,216,112)</b> | <b>\$ (270,637,849)</b> | <b>\$ 23,674,752</b> | <b>\$ (358,179,209)</b> |

**NOTE:** FY2024 general bill amendments are changes made to the FY2024 General Appropriations Act and are included in the FY2024 column of the General Fund Condition Statement.

The Governor is recommending total general bill amendments of (2.0) FTE, (\$111,216,112) in general funds, (\$270,637,849) in federal fund expenditure authority, and \$23,674,752 in other fund expenditure authority. The following paragraphs highlight the recommended changes to the FY2024 General Bill.

- **Technical Colleges Equipment:** The Governor is recommending an increase of \$4,818,836 in general funds for equipment at the technical colleges.
- **Hughes County Jail Contract:** The Governor is recommending an increase of \$4,521,240 in general funds to house 72 female offenders at the Hughes County Jail to address overcrowding at the Women's Prison in Pierre until the new facility is completed in Rapid City.
- **Bureau Billings:** The Governor is recommending increases of \$2,121,992 in general funds, \$1,989,002 in federal fund expenditure authority, and \$5,857,923 in other fund expenditure authority to be distributed to state agencies for increases in BIT billing rates.
- **Food Services:** The Governor is recommending an increase of \$1,777,457 in general funds due to meal rate and population changes at the adult correctional facilities and the Human Services Center.
- **Coronavirus Relief Funds (CRF) Health Insurance Adjustment:** The Governor is recommending an increase of \$1,004,235 in general funds, a decrease of \$1,133,332 in federal fund expenditure authority, and an increase of \$36,197 in other fund expenditure authority for a health insurance adjustment.
- **State Veterans' Home Contract Medical Staff:** The Governor is recommending an increase of \$847,420 in general funds and a decrease of \$847,420 in other fund expenditure authority to assist with nurse staffing shortages at the State Veterans' Home.
- **Technical Colleges Formula:** The Governor is recommending an increase of \$777,739 in general funds due to changes in the number of full-time equivalent students.
- **Juvenile Community Corrections Placements:** The Governor is recommending an increase of \$582,666 in general funds and a decrease of \$342,064 in federal fund expenditure authority for changes in the placement mix for youth adjudicated to the Department of Corrections.
- **Digital Investigations:** The Governor is recommending an increase of \$275,000 in general funds for training opportunities and software to assist agents with digital investigations.
- **Bureau of Information and Telecommunications Critical System Support:** The Governor is recommending an increase of \$210,000 in general funds, \$5,573,063 in federal fund expenditure authority, and \$375,442 in other fund expenditure authority to make upgrades to the state radio system.
- **Department of Labor and Regulation Rent:** The Governor is recommending an increase of \$109,470 in general funds for rent at Job Service field
- **Health Protection Inspections:** The Governor is recommending an increase of \$55,131 in general funds to cover expenses associated with health protection inspections.

- **County and Tribal Veterans' Service Officer Salary Support:** The Governor is recommending an increase of \$7,437 in general funds to align the budget with estimated local participation for the county and tribal veterans' service officer salary supplement program.
- **Legislator Salaries:** The Governor is recommending a decrease of \$151,802 in general funds to reflect the legislative salary decrease for the 2023 session.
- **Various Statewide Utilities:** The Governor is recommending decreases of \$516,213 in general funds, \$280,175 in federal fund expenditure authority, and \$1,812 in other fund expenditure authority for adjustments in utilities based on projected usage and utility costs.
- **Correctional Healthcare Reduction (SFRF):** The Governor is recommending a decrease of \$10,000,000 in general funds and an increase of \$10,000,000 in federal fund expenditure authority due to coding allowable government services to State Fiscal Recovery Funds.
- **Enhanced FMAP - COVID-19 PHE Unwinding:** The Governor is recommending a decrease of \$13,544,785 in general funds, an increase of \$13,359,614 in federal fund expenditure authority, and a decrease of \$106,205 in other fund expenditure authority due to the COVID-19 Public Health Emergency (PHE) unwinding.
- **State Aid to General Education Revision:** The Governor is recommending a decrease of \$15,223,350 in general funds due to lower than projected student numbers and higher than projected property tax valuations in FY2024.
- **Department of Human Services Utilization:** The Governor is recommending decreases of \$19,109,570 in general funds and \$31,196,591 in federal fund expenditure authority to align budget with anticipated number of eligibles and expenses.
- **Change in Medicaid and CHIP Eligibles:** The Governor is recommending decreases of \$20,844,290 in general funds and \$30,503,083 in federal fund expenditure authority to align the traditional Medicaid budget with current enrollments and projected utilization.
- **Change in Medicaid Expansion Utilization:** The Governor is recommending decreases of \$48,934,725 in general funds and \$337,812,528 in federal fund expenditure authority to align the Medicaid Expansion budget with current enrollments and projected utilization.
- **COVID-19 Federal Grant Expenditure Authority:** The Governor is recommending an increase of \$104,247,232 in federal fund expenditure authority to align the budgets of various state agencies with anticipated COVID-19 grant awards.
- **Board of Regents Expenditure Authority Adjustment:** The Governor is recommending increases of 8.0 FTE, \$10,000,000 in federal fund expenditure authority, and \$3,010,769 in other fund expenditure authority to align budget with anticipated expenditures.
- **Department of Education Federal Fund Expenditure Authority:** The Governor is recommending an increase of \$4,518,492 in federal fund expenditure authority for supply chain assistance for meal programs, Farm to School grants, and data systems development.
- **Attorney General Federal Fund Expenditure Authority:** The Governor is recommending an increase of \$1,005,332 in federal fund expenditure authority to align the budget with anticipated federal grant funding.
- **Department of Labor and Regulation Quest Dislocated Worker Grant:** The Governor is recommending an increase of 2.0 FTE and \$718,906 in federal fund expenditure authority to increase the number of services that are provided for individuals with barriers to employment.
- **Department of Labor and Regulation Reduction in Federally Funded FTE:** The Governor is recommending decreases of 19.0 FTE and \$1,829,717 in federal fund expenditure authority to align the budget with federal grant awards.
- **Broadband Program Expenditure Authority Adjustment:** The Governor is recommending a decrease of \$18,952,000 in federal fund expenditure authority to align the budget with anticipated expenditures due to delays in IJA funding.
- **Risk Management Claims and Premiums:** The Governor is recommending an increase of \$8,850,000 in other fund expenditure authority to align the budget with anticipated expenditures for the Office of Risk Management.
- **Department of Labor and Regulation Apprenticeship Grant:** The Governor is recommending an increase of 7.0 FTE and \$2,510,553 in other fund expenditure authority for the State Registered Apprenticeship grant.
- **Department of Health Informational Boards:** The Governor is recommending an increase of \$2,400,000 in other fund expenditure authority for various changes throughout the department's boards and commissions.
- **Department of Education Certification and PRF Systems:** The Governor is recommending an increase of \$1,251,220 in other fund expenditure authority for the Teacher Certification and Personal Record Form (PRF) systems.
- **Division of Banking Operating Expenses:** The Governor is recommending an increase of \$260,053 in other fund expenditure authority for operational increases in the Banking Division.
- **Highway Patrol - Computer Lease:** The Governor is recommending an increase of \$78,032 in other fund expenditure authority for necessary hardware for Highway Patrol Officers.

| FY2024 EXPENDITURE TRANSFERS                             | FTE        | GENERAL FUNDS         | FEDERAL FUNDS | OTHER FUNDS | TOTAL FUNDS           |
|--|------------|-----------------------|---------------|-------------|-----------------------|
| Incarceration Construction Fund (Male Prison Facility)   |            | \$ 132,449,532        |               |             | \$ 132,449,532        |
| Incarceration Construction Fund (Female Prison Facility) |            | \$ 20,892,179         |               |             | \$ 20,892,179         |
| IT Modernization Fund                                    |            | \$ 7,018,780          |               |             | \$ 7,018,780          |
| <b>TOTAL FY2024 EXPENDITURE TRANSFERS</b>                | <b>0.0</b> | <b>\$ 160,360,491</b> | <b>\$ -</b>   | <b>\$ -</b> | <b>\$ 160,360,491</b> |

**NOTE:** FY2024 expenditure transfers are included in the FY2024 column of the General Fund Condition Statement.

The Governor is recommending total expenditure transfers of \$160,360,491 in general funds. The following paragraph highlights the recommended expenditure transfers.

- **Incarceration Construction Fund (Male Prison Facility):** The Governor is recommending a transfer of \$132,449,532 in general funds to the Incarceration Construction Fund for the construction of a male prison facility.
- **Incarceration Construction Fund (Female Prison Facility):** The Governor is recommending a transfer of \$20,892,179 in general funds to the Incarceration Construction Fund for the construction of a female prison facility.
- **IT Modernization Fund:** The Governor is recommending a transfer of \$7,018,780 in general funds to the IT Modernization Fund to improve state infrastructure.