

SPECIAL APPROPRIATION RECOMMENDATIONS

FY2016 EMERGENCY SPECIAL APPROPRIATIONS	FTE	GENERAL FUNDS	FEDERAL FUNDS	OTHER FUNDS	TOTAL
Prepay Bonds		\$ 42,312,084			\$ 42,312,084
Extraordinary Litigation Fund		\$ 2,449,502			\$ 2,449,502
Native American Student Achievement		\$ 2,200,000			\$ 2,200,000
Fire Suppression Fund		\$ 2,100,000			\$ 2,100,000
Need-Based Endowment		\$ 2,100,000			\$ 2,100,000
SDDC Building Demolition		\$ 1,808,000			\$ 1,808,000
Railroad Trust Fund		\$ 1,000,000			\$ 1,000,000
Secretary of State Online Business Registration System		\$ 716,000			\$ 716,000
Tax Refunds for Elderly and Disabled		\$ 450,000			\$ 450,000
SPL Dam Maintenance and Repair		\$ 250,000			\$ 250,000
Rural Residency Startup		\$ 205,000			\$ 205,000
USS South Dakota		\$ 100,000			\$ 100,000
Omnibus Water Bill			\$ 4,150,000	\$ 12,161,500	\$ 16,311,500
ADRDL Design Study				\$ 1,575,000	\$ 1,575,000
Conservation Grant				\$ 1,000,000	\$ 1,000,000
TOTAL FY2016 EMERGENCY SPECIAL APPROPRIATIONS	0.0	\$ 55,690,586	\$ 4,150,000	\$ 14,736,500	\$ 74,577,086

NOTE: FY2016 emergency special appropriations become available for expenditure upon passage of the bill and are included in the FY2016 column of the General Fund Condition Statement.

Governor Dugaard is recommending total emergency special appropriations of \$55,690,586 in general funds, \$4,150,000 in federal fund expenditure authority, and \$14,736,500 in other fund expenditure authority. The following paragraphs highlight each recommended emergency special appropriation.

- **Prepay Bonds:** The Governor is recommending \$42,312,084 in general funds to prepay four separate outstanding bonds that were issued for the following purposes: upgrade of Board of Regents science facilities (series 2008 A-2: \$26,892,774 / 2008 A-3: \$8,612,640) and various projects at the Technical Institutes (Series 2007: \$5,262,972 / Series 2014 A: \$1,543,698). The savings from eliminating the lease payments on the bonds will be utilized by the Board of Regents and Technical Institutes to freeze tuition.
- **Extraordinary Litigation Fund:** The Governor is recommending \$2,449,502 in general funds be deposited into the Extraordinary Litigation Fund to fund litigation expenses which are not eligible to be paid under SDCL 3-22-1.
- **Native American Student Achievement:** The Governor is recommending \$2,200,000 in general funds be used to improve the educational outcomes for Native American students based on the recommendations of the Native American Student Achievement Advisory Council.
- **Fire Suppression Fund:** The Governor is recommending \$2,100,000 in general funds for the Fire Suppression Fund for costs related to the suppression of wildfires in South Dakota.
- **Need-Based Endowment:** The Governor is recommending \$2,100,000 in general funds be used to provide additional funding to the Education Enhancement Trust Fund for the purpose of providing grants to qualified need-based students.
- **SDDC Building Demolition:** The Governor is recommending \$1,808,000 in general funds for the demolition of three buildings at the South Dakota Developmental Center (SDDC).
- **Railroad Trust Fund:** The Governor is recommending \$1,000,000 in general funds for upcoming rail infrastructure projects.
- **Secretary of State Online Registration System:** The Governor is recommending \$716,000 in general funds for the purchase and development of software to allow all business/corporation filings to be completed online.
- **Tax Refunds for Elderly and Disabled Persons:** The Governor is recommending \$450,000 in general funds for tax refunds for elderly and disabled individuals who meet income guidelines.
- **SPL Dam Maintenance and Repair:** The Governor is recommending \$250,000 in general funds be used for the maintenance and repair of state owned dams.
- **Rural Residency Startup:** The Governor is recommending \$205,000 in general funds to be used to support the development of a rural family medicine track for six medical students to address health care workforce shortages.

- **USS South Dakota:** The Governor is recommending \$100,000 in general funds for the commissioning of the USS South Dakota.
- **Omnibus Water Bill:** The Governor is recommending \$4,150,000 in federal fund expenditure authority and \$12,161,500 in other fund expenditure authority for water development, solid waste, and water quality improvement projects throughout the state.
- **ADRD Design Study:** The Governor is recommending \$1,575,000 in other fund expenditure authority for the design study of a new Animal Disease Research and Diagnostic Laboratory.
- **Conservation Grant:** The Governor is recommending \$1,000,000 in other fund expenditure authority for the continued assistance of promoting conservation practices to reduce erosion, improve cropland and grazing conditions, improve surface water, and enhance habitat.

FY2016 GENERAL BILL AMENDMENTS	FTE	GENERAL FUNDS	FEDERAL FUNDS	OTHER FUNDS	TOTAL
GFP Bond Payment Obligations		\$ 1,006,573			\$ 1,006,573
Medicare Part B Premium		\$ 954,128	\$ 1,018,026		\$ 1,972,154
Correctional Healthcare Shortfall		\$ 736,395		\$ 736,395	\$ 1,472,790
Dual Credit Shortfall		\$ 656,880			\$ 656,880
Birth to Three Shortfall		\$ 603,780			\$ 603,780
DENR Computer System Upgrade		\$ 175,000			\$ 175,000
SDPB Audio Casting		\$ 174,344			\$ 174,344
Cribs for Kids		\$ 120,000			\$ 120,000
Honor Guard Detail Funeral Stipend		\$ 45,000			\$ 45,000
Technical Institute Formula Shortfall		\$ 20,232			\$ 20,232
Statewide Utilities		\$ (1,250,489)	\$ (75,345)	\$ (142,579)	\$ (1,468,413)
State Aid Revision		\$ (3,100,000)			\$ (3,100,000)
Statewide Health Insurance		\$ (8,255,823)	\$ (3,931,822)	\$ (8,795,577)	\$ (20,983,222)
Rail Projects				\$ 9,868,351	\$ 9,868,351
DOR License Plate Production Costs				\$ 3,092,745	\$ 3,092,745
Workforce Education Fund				\$ 1,297,339	\$ 1,297,339
DSU Health Link				\$ 750,000	\$ 750,000
Tourism Promotion and Gaming				\$ 483,000	\$ 483,000
TOTAL FY2016 GENERAL BILL AMENDMENTS	0.0	\$ (8,113,980)	\$ (2,989,141)	\$ 7,289,674	\$ (3,813,447)

NOTE: FY2016 general bill amendments are changes needing to be made to the FY2016 General Appropriations Act and are included in the FY2016 column of the General Fund Condition Statement.

Governor Dugaard is recommending total general bill amendments of (\$8,113,980) in general funds, (\$2,989,141) in federal fund expenditure authority, and \$7,289,674 in other fund expenditure authority. The following paragraphs highlight the recommended changes to the FY2016 General Bill.

- **GFP Bond Payment Obligations:** The Governor is recommending \$1,006,573 in general funds to make the first payment of a new bond for Custer State Park.
- **Medicare Part B Premium:** The Governor is recommending \$954,128 in general funds and \$1,018,026 in federal fund expenditure authority to pay for increased premiums.
- **Correctional Healthcare Shortfall:** The Governor is recommending \$736,395 in general funds to cover the shortfall in Correctional Health due to costs associated with significant inmate healthcare events.
- **Dual Credit Shortfall:** The Governor is recommending \$656,880 in general funds to pay for additional dual credit courses, based on increased interest in the dual credit program.
- **Birth to Three Shortfall:** The Governor is recommending \$603,780 in general funds to continue to provide birth to three services as federal funds have been depleted.
- **DENR Computer System Upgrade:** The Governor is recommending \$175,000 in general funds for the Department of Environment and Natural Resources to finalize a computer system upgrade by the Bureau of Information and Telecommunications.
- **SDPB Audio Casting:** The Governor is recommending \$174,344 in general funds to continue providing audio casting support of Legislative committee meetings and chamber sessions, as well as expand streaming services to cover state agency, board, and commission meetings.
- **Cribs for Kids:** The Governor is recommending \$120,000 in general funds for the Safe Sleep/Cribs for Kids program.
- **Honor Guard Detail Funeral Stipend:** The Governor is recommending \$45,000 in general funds to reimburse veteran organizations for furnishing honor guard detail at the funeral of deceased veterans.
- **Technical Institute Formula Shortfall:** The Governor is recommending \$20,232 in general funds in the technical institute formula due to increased FTE.
- **Statewide Utilities:** The Governor is recommending decreases of \$1,250,489 in general funds, \$75,345 in federal fund expenditure authority, and \$142,579 in other fund expenditure authority due to utilities cost projections.
- **State Aid Revision:** The Governor is recommending a decrease of \$3,100,000 in general funds in state aid to general education due to fewer students and higher property valuation growth than budgeted in FY2016.

- **Statewide Health Insurance:** The Governor is recommending decreases of \$8,255,823 in general funds, \$3,931,822 in federal fund expenditure authority, and \$8,795,577 in other fund expenditure authority due to decreases in the healthcare costs.
- **Rail Projects:** The Governor is recommending \$9,868,351 in other fund expenditure authority in the Railroad Trust Fund for infrastructure projects.
- **DOR License Plate Production Costs:** The Governor is recommending a \$3,092,745 increase in other fund expenditure authority for the Department of Revenue to cover additional costs in FY2016 related to the new license plate production.
- **Workforce Education Fund:** The Governor is recommending \$1,297,339 in other fund expenditure authority to disburse Workforce Education funding in accordance with SDCL 13-13-73.
- **DSU Health Link:** The Governor is recommending \$750,000 in other fund expenditure authority related to the Health Link project at Dakota State University.
- **Tourism Promotion and Gaming:** The Governor is recommending \$483,000 in other fund expenditure authority due to an increase in promotion and gaming revenues.