

SPECIAL APPROPRIATION RECOMMENDATIONS

FY2018 EMERGENCY SPECIAL APPROPRIATIONS	FTE	GENERAL FUNDS	FEDERAL FUNDS	OTHER FUNDS	TOTAL
Rural Healthcare Recruitment Assistance		\$ 837,972			\$ 837,972
Fire Suppression Fund		\$ 766,157			\$ 766,157
Army Aviation Support Facility		\$ 500,000	\$ 3,345,345		\$ 3,845,345
Tax Refunds for Elderly and Disabled		\$ 450,000			\$ 450,000
Extraordinary Litigation Fund		\$ 423,598			\$ 423,598
Omnibus Water Bill			\$ 150,000	\$ 12,800,000	\$ 12,950,000
Board of Regents Expenditure Authority Adjustment				\$ 2,200,000	\$ 2,200,000
Resource Conservation Grant				\$ 1,000,000	\$ 1,000,000
TOTAL FY2018 EMERGENCY SPECIAL APPROPRIATIONS	0.0	\$ 2,977,727	\$ 3,495,345	\$ 16,000,000	\$ 22,473,072

NOTE: FY2018 emergency special appropriations become available for expenditure upon passage of the bill and are included in the FY2018 column of the General Fund Condition Statement.

The Governor is recommending total emergency special appropriations of \$2,977,727 in general funds, \$3,495,345 in federal fund expenditure authority, and \$16,000,000 in other fund expenditure authority. The following paragraphs highlight each recommended emergency special appropriation.

- **Rural Healthcare Recruitment Assistance:** The Governor is recommending \$837,972 in general funds to recruit medical professionals to rural communities.
- **Fire Suppression Fund:** The Governor is recommending \$766,157 in general funds for the Fire Suppression Fund for costs related to the suppression of wildfires in South Dakota.
- **Army Aviation Support Facility:** The Governor is recommending \$500,000 in general funds and \$3,345,345 in federal fund authority to fund the first year costs of construction of an Army Aviation Support Facility at the Rapid City Regional Airport. This facility will be used by the South Dakota Army National Guard.
- **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.
- **Extraordinary Litigation Fund:** The Governor is recommending \$423,598 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.
- **Omnibus Water Bill:** The Governor is recommending \$150,000 in federal fund expenditure authority and \$12,800,000 in other fund expenditure authority for water development, solid waste, and water quality improvement projects throughout the state.
- **Board of Regents Expenditure Authority Adjustment:** The Governor is recommending \$2,200,000 in other fund expenditure authority for costs related to the sports performance enhancement facility arena at the University of South Dakota.
- **Resource 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.

<u>FY2018 GENERAL BILL AMENDMENTS</u>	<u>FTE</u>	<u>GENERAL FUNDS</u>	<u>FEDERAL FUNDS</u>	<u>OTHER FUNDS</u>	<u>TOTAL</u>
State Aid Revision		\$ 8,818,657			\$ 8,818,657
Statewide Utilities		\$ 442,055	\$ 56,871	\$ 36,832	\$ 535,758
Bureau Billings Pool		\$ 370,656	\$ 332,609	\$ 336,272	\$ 1,039,537
Technical Institute Revision		\$ 358,469			\$ 358,469
Obligation Recovery Center		\$ 320,000			\$ 320,000
DOE Operations		\$ 226,982	\$ (112,780)	\$ 314,401	\$ 428,603
State Radio		\$ (100,000)			\$ (100,000)
State Treatment and Rehabilitation (STAR) Academy		\$ (225,000)			\$ (225,000)
DOC Operations		\$ (234,887)	\$ (598,649)		\$ (833,536)
BOR REED Network Technology Costs		\$ (370,656)			\$ (370,656)
DHS Operations		\$ (3,563,048)	\$ (2,311,811)		\$ (5,874,859)
DSS Operations	1.5	\$ (11,645,135)	\$ (3,031,250)	\$ 913,940	\$ (13,762,445)
SOS Operations			\$ 2,044,315	\$ 100,000	\$ 2,144,315
DPS Driver Licensing			\$ 1,000,000		\$ 1,000,000
BOR FTE and Expenditure Authority				\$ 5,900,000	\$ 5,900,000
Animal Industry Board Expenditure Authority				\$ 3,349,713	\$ 3,349,713
DOH Operations				\$ (143,341)	\$ (143,341)
TOTAL FY2018 GENERAL BILL AMENDMENTS	1.5	\$ (5,601,907)	\$ (2,620,695)	\$ 10,807,817	\$ 2,585,215

NOTE: FY2018 general bill amendments are changes needing to be made to the FY2018 General Appropriations Act and are included in the FY2018 column of the General Fund Condition Statement.

The Governor is recommending total general bill amendments of 1.5 FTE, (\$5,601,907) in general funds, (\$2,620,695) in federal fund expenditure authority, and \$10,807,817 in other fund expenditure authority. The following paragraphs highlight the recommended changes to the FY2018 General Bill.

- **State Aid Revision:** The Governor is recommending an increase of \$8,818,657 in general funds due to increased enrollments, an increase in the number of English Language Learner students, and lower local property tax effort than budgeted in FY2018.
- **Statewide Utilities:** The Governor is recommending increases of \$442,055 in general funds, \$56,871 in federal fund expenditure authority, and \$36,832 in other fund expenditure authority due to utility cost projections.
- **Bureau Billings Pool:** The Governor is recommending increases of \$370,656 in general funds, \$332,609 in federal fund expenditure authority, and \$336,272 in other fund expenditure authority throughout State Government due to increases in internal service rates charged by the bureaus.
- **Technical Institute Revision:** The Governor is recommending an increase of \$358,469 in general funds due to updated full time equivalent student numbers.
- **Obligation Recovery Center:** The Governor is recommending an increase of \$320,000 in general funds for Obligation Recovery Center recovery fees. This is a net impact of \$0 to the general fund, as the funds collected are deposited directly into the general fund.
- **DOE Operations:** The Governor is recommending increases of \$226,982 in general funds and \$314,401 in other fund expenditure authority, and a decrease of \$112,780 in federal fund expenditure authority for operations of the Department of Education. The changes are due to increased Dual Credit enrollments and changes in funding for Career and Technical Education.
- **State Radio:** The Governor is recommending a decrease of \$100,000 in general funds to align the State Radio budget in the Department of Public Safety with anticipated expenditures.
- **State Treatment and Rehabilitation (STAR) Academy:** The Governor is recommending a decrease of \$225,000 in general funds due to the sale of STAR Academy.
- **DOC Operations:** The Governor is recommending decreases of \$234,887 in general funds and \$598,649 in federal fund expenditure authority for reductions in Juvenile Community Corrections due to the declining population. Also recommended are increases for food services and two correctional officers at Pierre Community Work Center.
- **BOR REED Network Technology Costs:** The Governor is recommending a decrease of \$370,656 in general funds to align the budget with actual expenditures related to the REED Network.
- **DHS Operations:** The Governor is recommending decreases of \$3,563,048 in general funds and \$2,311,811 in federal fund authority for reductions at the South Dakota Developmental Center as well as in the Divisions of Developmental Disabilities and Long Term Services and Supports.
- **DSS Operations:** The Governor is recommending decreases of \$11,645,135 in general funds and \$3,031,250 in federal fund expenditure authority for reductions in Medical Services, Auxiliary Placement, Children's Services, and the Juvenile Justice Reinvestment Initiative, as well as the use of program funds in Medical Services, TANF, and SNAP. Also recommended are increases of 1.5 FTE and \$913,940 in other fund authority for changes in Auxiliary Placement and Correctional Healthcare.

- **SOS Operations:** The Governor is recommending increases of \$2,044,315 in federal fund authority and \$100,000 in other fund authority for the purchase of ballot marking machines and for anticipated increases in expenditures.
- **DPS Driver Licensing:** The Governor is recommending an increase of \$1,000,000 in federal fund expenditure authority for a photo verification system for CDL holders.
- **BOR FTE and Expenditure Authority:** The Governor is recommending \$5,900,000 in other fund expenditure authority due to an increase in student fees.
- **Animal Industry Board Expenditure Authority:** The Governor is recommending an increase of \$3,349,713 in other fund expenditure authority for the Animal Disease Research Diagnostic Lab bond payment.
- **DOH Operations:** The Governor is recommending a decrease of \$143,341 in other fund expenditure authority to move three pharmacy staff from contracted employees with the Department of Health to state employees with the Department of Social Services.