

Fiscal Management

- Fiscal Discipline
- No New Taxes
- Seeking efficiencies
- Transparency

Remote Seller Collections

• South Dakota led the nation by preserving the sales tax model for all states

	Current Year	Change from Previous Year
December 2016	\$3,824,527	
December 2017	\$4,931,666	\$1,107,139
December 2018	\$6,326,749	\$1,395,083

Budget Revisions

	FY 2019	FY2020
December Bottom Line	\$2,697,527	\$187,292
January Revenue Increases	\$4,351,781	\$1,011,152
January Expense Reductions	\$17,859,823	\$13,431,918
Total	\$24,909,131	\$14,630,362

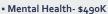
Caring for Our Citizens

Provider Rate Changes

- √\$3.8M one-time for 2.5% provider inflation + targeted inflation
 √\$5.8M ongoing for 2.5% provider inflation + targeted inflation
- Innovation Grants
- ✓\$5.0M one-time for Nursing Homes
- ✓\$1.0M one-time for Primary and Prenatal Care

Improving Public Safety

- Confronting the Meth Epidemic- \$4.6M
- ✓\$1.4M one-time and \$250K ongoing for Meth Media Campaign
- \checkmark \$731K ongoing for school based meth education
- ✓\$200K ongoing for Meth Interdiction Team
- ✓ \$2.1M ongoing for Meth treatment



- √\$139K ongoing for mental health court treatment
- ✓ \$351K ongoing for System of Care School Coordinators
- State Radio- \$4.6M
 - ✓ \$4.6M one-time for state radio infrastructure improvements

Kickstarting the Economy

- Reprioritizing Ag Development
 Executive Reorganization
- Expanding Rural Broadband ✓\$5.0M one-time development grants
- Enhancing Ellsworth Air Force Base ✓\$1.8M one-time state matching grant



Protecting Natural Resources

- Second Century Habitat Initiative
 \$1.0M one-time partnership funding
- Enhancing Predator Control

 ✓\$225K ongoing predator control funding
- Palisades State Park

 ✓\$500K one-time partnership funding





Improving Education

- Opportunity Scholarship for Homeschoolers
 - $\checkmark \verb§100K ongoing to expand the opportunity scholarship to homeschoolers$
- State Aid and Technical Institutes to 2.5%
 \$1.7M ongoing funding increase
- Family Education Service Grants

 ✓\$215K ongoing for grant funding
- Tribal Relations Indian Education Coordinator
 - ✓ Executive Reorganization

Supporting Veterans

- Veterans' Bonus Program
- ✓\$600K one-time to continue bonuses for wartime veterans
- Veterans' Benefits Staff
 - ✓\$130K ongoing and 2.0FTE to provide assistance to veterans
- Veterans' Home Gift
 - \checkmark \$100K ongoing in other fund authority



State Employees

- Attract the best and the brightest to state government
- Retain the dedicated employees we already have
 - ✓ 2.5% Market Adjustments for all permanent employees
 - ✓ \$1.7M ongoing in General Funds to eliminate the need for an employee health insurance premium







FY2019 General Bill Amendments

	General Funds
Rural Broadband Expansion	\$5,000,000
State Radio Infrastructure and Systems Upgrade	\$4,620,920
Provider Rate Increases	\$3,776,805
Methamphetamine Prevention Campaign	\$1,375,000
Other Adjustments	\$257,048
Care Coordination Agreements	(\$6,843,582)
State Aid Revision	(\$6,903,895)
Department of Social Services Operations	(\$19,832,331)
Total	(\$18,550,035)

FY2019 Emergency Special Appropriations		
	General Funds	
Jameson Prison Annex Expansion	\$7,392,235	
Provider Innovation Grants	\$6,000,000	
National Guard Readiness Center	\$3,884,885	
Extraordinary Litigation Fund	\$2,300,000	
Readiness and Environmental Protection Integration Program	\$1,845,000	
Metrology Lab	\$1,660,000	
Second Century Pheasant Habitat	\$1,000,000	
Rural Healthcare Recruitment Assistance Programs	\$979,849	
Fire Suppression Fund	\$906,658	
Veteran's Bonus Program	\$600,000	
Emergency and Disaster Fund	\$550,596	
Elm Lake Dam	\$521,403	
Palisades State Park	\$500,000	
Tax Refunds for Elderly and Disabled	\$450,000	
Total	\$28,590,626	

	General Funds
Provider Inflation	\$19,211,130
State Aid to Education and Technical Institutes Formula	\$11,160,327
State Employee Salary Policy	\$9,567,792
DSS/DHS Consumer Expansion	\$8,647,610
State Employee Health Insurance	\$8,597,854
Maintenance and Repair	\$4,928,770
Meth Prevention and Treatment Services	\$3,258,002
Medicaid Revisions	(\$12,337,302)
Other Increases and Decreases	\$1,098,536
Total	\$54,132,719

Bottom Line		
	FY2019	FY2020
Increased Ongoing Revenues vs. Adopted	\$348,324	\$54,132,719
One-Time Increased Receipts	\$2,532,180	\$0
Transfer from Reserves in Excess of 10%	\$7,160,087	\$0
Mid-Year Expense Adjustments and Transfers	\$18,550,035	\$0
Emergency Special Appropriations	(\$28,590,626)	\$0
Ongoing Expense Adjustments	<u>\$0</u>	(\$54,132,719)
Bottom Line	\$0	\$0



