

## South Dakota General Fund Long-Term Financial Plan

- BFM required to submit document to Governor per Executive Order 2014-06 by January 10.
- BFM required to release documents for public viewing per SDCL 4-7-51 by January 15.
- Includes:
  - Revenue and expenditure history for FY21
  - Governor Noem's revised recommendations for the adopted FY22 budget
  - Governor Noem's recommendation for the FY23 budget
  - Projections for general fund revenue sources and general fund budgets for all state agencies for FY24 and FY25

### Revenue Assumptions

- Sales and use tax is projected to grow 3.4% in FY22, 0.5% in FY23, and 3.8% in FY24 and FY25.
- The document outlines the assumptions used to project revenues for FY22-FY25 for the other general fund revenue sources, including: the contractor's excise tax, insurance company tax, bank franchise tax, telecommunications tax, severance taxes, video lottery, instant and online lottery, South Dakota gaming receipts, tobacco taxes, alcohol taxes, unclaimed property, licenses, permits, and fees, trust funds, net transfers in, charges for goods and services, and investment income and interest.
- One-time receipts come from a variety of sources and are not included in receipts unless they have already occurred or have an extremely high probability of occurring.

### Expenditure Assumptions

- Expenditures are divided into five categories including: Education in South Dakota, Medicaid, Continued Safety, Keeping South Dakota Health, and Serving and Supporting South Dakota to improve the understanding of where tax dollars are invested.
- FY22 and FY23 projections are based on Governor Noem's recommendations.
- FY24 and FY25 projections include the following inflation assumptions: 2.2% for salary policy, 0% change in the Federal Medical Assistance Percentage (FMAP), 2.2% in FY24 and 2.2% in FY25 for state aid and providers.

## STATE OF SOUTH DAKOTA GENERAL FUND LONG-TERM PROJECTION

	ACTUAL FY2021	REVISED FY2022	GOVERNOR'S RECOMMENDED FY2023	PROJECTED FY2024	PROJECTED FY2025
<b>RECEIPTS</b>					
Sales and Use Tax	\$ 1,209,342,342	\$ 1,250,085,781	\$ 1,255,854,578	\$ 1,303,673,205	\$ 1,353,313,579
Other Business Activity Taxes	273,491,906	277,055,685	281,989,654	295,546,203	309,316,184
Lottery and Gaming Receipts	157,589,635	163,196,051	166,123,338	171,171,437	174,572,415
Tobacco and Alcohol Taxes	63,678,076	62,663,870	61,891,262	61,329,549	60,849,630
Other Ongoing Receipts	232,096,499	209,650,583	210,010,092	207,306,617	206,107,396
One-time Receipts	79,370,518	162,413,267	0	0	0
<b>TOTAL RECEIPTS</b>	<b>\$ 2,015,568,977</b>	<b>\$ 2,125,065,237</b>	<b>\$ 1,975,868,924</b>	<b>\$ 2,039,027,011</b>	<b>\$ 2,104,159,204</b>
<b>EXPENDITURES</b>					
Education in South Dakota	\$ 853,774,702	\$ 877,741,142	\$ 937,761,620	\$ 964,444,997	\$ 993,125,731
Medicaid	\$ 304,368,155	414,609,779	493,649,165	508,737,130	524,273,666
Continued Safety	\$ 150,773,327	199,437,671	231,171,452	237,132,890	242,344,478
Keeping South Dakota Healthy	\$ 147,931,752	169,863,649	192,631,744	195,685,971	198,807,386
Serving and Supporting South Dakota	\$ 86,771,044	82,694,109	111,972,715	113,434,502	114,928,446
Continuous Appropriations	\$ 8,228,252	8,529,038	8,682,228	8,770,873	8,861,290
Transfers and One-time Appropriations	\$ 377,846,615	372,189,849	0	0	0
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,929,693,847</b>	<b>\$ 2,125,065,237</b>	<b>\$ 1,975,868,924</b>	<b>\$ 2,028,206,362</b>	<b>\$ 2,082,340,997</b>
<b>Beginning Unobligated Cash Balance</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Net (Receipts less Expenditures)</b>	<b>85,875,130</b>	<b>0</b>	<b>0</b>	<b>10,820,649</b>	<b>21,818,207</b>
<b>Ending Cash Balance</b>	<b>\$ 85,875,130</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 10,820,649</b>	<b>\$ 21,818,207</b>

**NOTE:** The totals may not add due to rounding.