

**State of South Dakota
Office of the Governor
Executive Order 2014-06**

WHEREAS, The State of South Dakota was founded upon and to this day is governed by sound, practical financial management practices; and,

WHEREAS, The fiscal management of state government both for today and for the long-term is of profound importance to the citizens of South Dakota; and,

WHEREAS, Sound financial management practices shape policy discussions and offer a road map for the future of our state; and,

WHEREAS, Long-term financial planning requires constant vision and forethought and should be updated regularly in order to help direct budget and policy decisions; and,

WHEREAS, Decisions regarding capital expenditures and indebtedness require advance planning and strategic development;

IT IS THEREFORE DIRECTED BY EXECUTIVE ORDER that the Bureau of Finance and Management prepare and provide to the Governor or his representative no later than January 10 of each year all working documents set forth in this order.

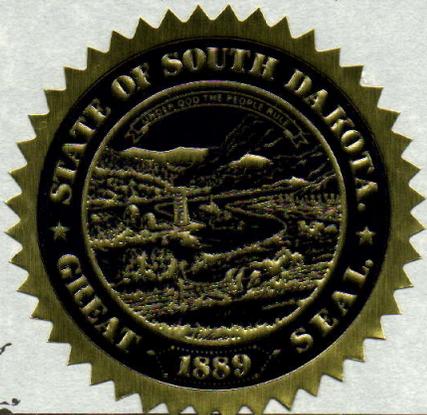
Section 1. A long-term financial plan outlining actual general fund revenues and expenses for the most recent completed fiscal year, and forecasts for the current fiscal year, the next fiscal year, and the succeeding two fiscal years. The financial plan shall include input from the Governor's Council of Economic Advisors and other financial planning information that is deemed relevant to the financial plan assumptions.

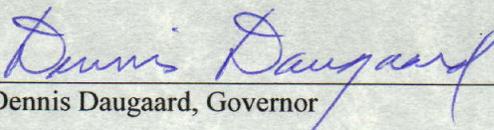
Section 2. A capital expenditure plan outlining projected expenses for construction projects as well as maintenance and repair projects for the next five years. The plan will address cost projections as well as fund sources used to finance the construction and maintenance and repair projects.

Section 3. Recommended policies pertaining to the issuance, maintenance and servicing of debt of the South Dakota Building Authority and the South Dakota Health and Educational Facilities Authority (Vocational Education Program only). The policies shall include limits imposed on the total amount of debt to be issued, financial metrics used to govern the servicing of existing or projected future debt service payments, and shall measure compliance with those policies.

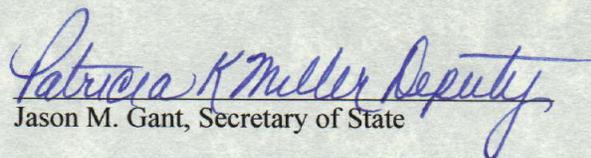
NOW, THEREFORE, I, DENNIS DAUGAARD, Governor of the State of South Dakota, by virtue of the authority vested in me by the South Dakota Constitution and the statutes of South Dakota, do hereby order and direct that the Bureau of Finance and Management perform and carry out the tasks as set forth above.

Dated in Pierre, South Dakota, this 2nd day of July, 2014.




Dennis Daugaard, Governor

ATTEST:


Jason M. Gant, Secretary of State