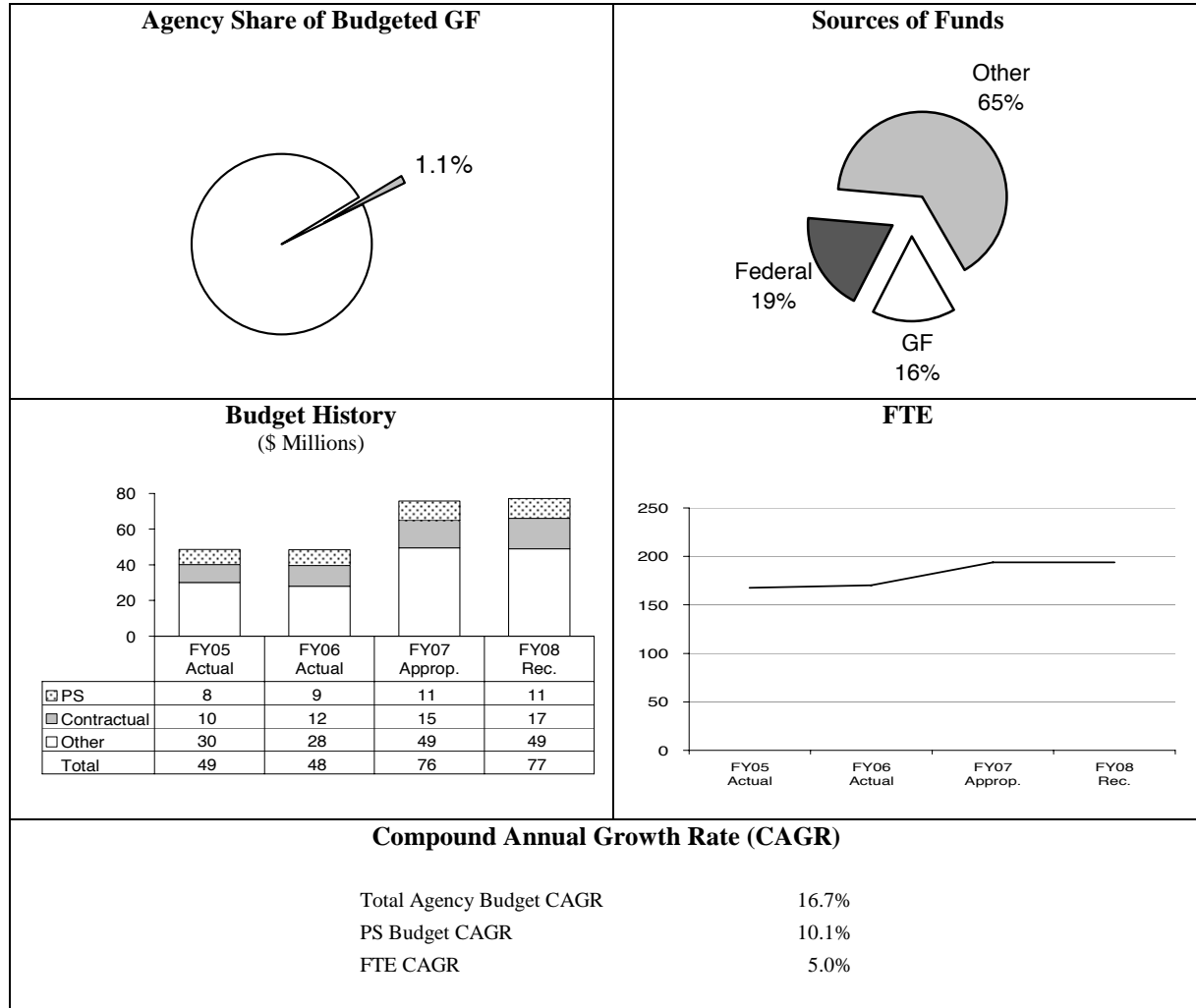


FY2008 Budget Briefing

Tourism and State Development



Key Responsibilities

- Promote tourism, economic development, state tribal relations, cultural events and housing development;
- Leverage governmental resources in areas such as education, agriculture, and health to create opportunities and provide assistance for true growth; and
- To improve the state's economic and cultural opportunities to attract and retain residents.

Key Personnel

- Department Secretary, Richard Benda
- Finance Officer, Marty Davis

Department Total

The Tourism budget is funded with revenues generated from Deadwood gaming, a 1% gross receipts tax on hotel rooms and other tourist activities, and the Co-op Revolving Fund. The other divisions in the department are funded from the general fund, federal funds, and other funds.

For FY08, the Governor recommends a general fund increase of \$1,202,517, an increase in federal fund expenditure authority of \$59,287, and an increase in other fund expenditure authority of \$255,960.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	8,813,859	10,800,727	10,800,727	11,157,525	356,798	3.3%
Travel	1,092,047	1,127,466	1,127,466	1,127,466	-	0.0%
Contractual Services	11,610,193	15,329,029	15,892,557	16,969,995	1,640,966	10.7%
Supplies & Materials	3,590,765	4,968,227	4,468,227	4,468,227	(500,000)	(10.1%)
Grants And Subsidies	22,091,507	27,455,752	27,455,752	27,455,752	-	0.0%
Capital Outlay	546,416	15,261,120	15,261,120	15,281,120	20,000	0.1%
Other	628,996	659,629	659,629	659,629	-	0.0%
Total	48,373,783	75,601,950	75,665,478	77,119,714	1,517,764	2.0%
Funding Types						
General	10,339,531	10,952,926	10,954,666	12,155,443	1,202,517	11.0%
Federal	14,338,230	14,608,943	14,608,943	14,668,230	59,287	0.4%
Other	23,696,023	50,040,081	50,101,869	50,296,041	255,960	0.5%
Total	48,373,784	75,601,950	75,665,478	77,119,714	1,517,764	2.0%
FTE	170.0	193.9	193.9	193.9	-	0.0%

The Governor's recommendation throughout this analysis also includes funding for Performance and Compensation Equity (PACE) movement of 2.5% for those employees who are paid under the job-worth of their pay range, a 3% across-the-board increase for all permanent employees, and an increase in the employer paid portion of the state health insurance plan. The recommended amounts for each segment of the compensation package are as follows:

	General Funds	Federal Funds	Other Funds	Total
2.5% PACE Movement	13,203	7,231	24,072	44,506
3% Across-the-Board	80,812	47,756	162,099	290,667
Health Insurance	11,072	2,607	7,946	21,625
Total	105,087	57,594	194,117	356,798

Major Expansion and Reduction

Budget Item	Agency Request			Governor's Recommendation		
	State General Fund	All Funds	FTE	State General Fund	All Funds	FTE
A. Match for Visitor Industry	-	-	0.0	1,000,000	1,000,000	0.0
B. Tourism Revenue Increase	-	561,788	0.0	-	561,788	0.0
C. Arts - Capital Assets	-	-	0.0	20,000	20,000	0.0
D. Cultural Heritage Center Bond Payment	1,740	1,740	0.0	1,740	1,740	0.0
E. M&R Recalculation	-	-	0.0	75,690	77,438	0.0
F. Governor's Housing Program	-	(500,000)	0.0	-	(500,000)	0.0
G. Governor's Salary Policy	-	-	0.0	105,087	356,798	0.0
Total	1,740	63,528	0.0	1,202,517	1,517,764	0.0

- A. The Governor recommends \$1,000,000 in general funds to promote visitation to the state. This investment will be matched by the visitor industry and together they will be able to increase advertising, add new target markets, expand marketing programs and develop new electronic promotions that will bring more visitors and have a positive impact on the state's economy.
- B. The Division of Tourism requests \$561,788 in other funds to be used for the promotions/advertising budget. The amount is based on an estimated growth in revenues (Deadwood Gaming, 1% gross receipts tax on hotel rooms and other tourist activities, and the Co-op Revolving Fund). The Governor concurs.
- C. The Governor recommends an increase of 20,000 from the general fund for the Office of the Arts' capital assets. The funds will be used to purchase works of art to be placed in state office buildings.
- D. The Governor recommends the requested increase in the budget for the Cultural Heritage Center's annual bond payment in the amount of \$1,740 from the general fund.
- E. The Governor recommends an increases for the Cultural Heritage Center of \$75,690 from the general fund; \$1,693 in federal fund authority for the Historical Preservation Center; and \$55 in other fund authority for the Archaeological Research Center to account for a recalculation in the method of recovering maintenance and repair for the Capitol Complex (CC).
- F. The agency requests and the Governor concurs with a decrease in other fund authority due to a reduction in the number of Governor's houses expected to be built at the Mike Durfee State Prison in Springfield.
- G. Governor's Salary Policy includes a 3% COLA; 2.5% movement to midpoint; and a 4.2% increase for insurance.

Governor's Office of Economic Development

The mission of the Division of Economic Development is to work together with businesses, government organizations, educational institutions, and individual citizens to maximize and leverage public-private sector partnerships to generate new ideas; to develop new businesses; to strengthen existing businesses; and to encourage additional investment in South Dakota.

The total recommended budget includes an increase for the Governor's Salary Policy and a general fund increase of \$1M to promote visitation to the state, which is a 2010 goal.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	2,071,168	2,349,816	2,349,816	2,426,818	77,002	3.3%
Travel	251,414	234,370	234,370	234,370	-	0.0%
Contractual Services	1,944,699	1,841,214	1,841,214	2,841,214	1,000,000	54.3%
Supplies & Materials	89,459	75,850	75,850	75,850	-	0.0%
Grants And Subsidies	17,262,298	21,695,150	21,695,150	21,695,150	-	0.0%
Capital Outlay	70,241	8,000	8,000	8,000	-	0.0%
Other	0	0	0	0	-	0.0%
Total	21,689,279	26,204,400	26,204,400	27,281,402	1,077,002	4.1%
Funding Types						
General	3,490,263	3,370,442	3,370,442	4,420,758	1,050,316	31.2%
Federal	11,165,586	11,281,297	11,281,297	11,295,185	13,888	0.1%
Other	7,033,430	11,552,661	11,552,661	11,565,459	12,798	0.1%
Total	21,689,279	26,204,400	26,204,400	27,281,402	1,077,002	4.1%
FTE	35.9	40.8	40.8	40.8	-	0.0%

Budget Notes

The Governor recommends \$1M in general funds to promote visitation to the state. In FY2004, the Governor committed \$1M in funding to invest in marketing provided the visitor industry matched it with their own marketing investments. The new money will add to that program and again ask the industry to secure and provide new matching investments bringing the challenge to \$2M with the anticipated outcome of increased revenues to the state.

State Programs Included in the Office of Economic Development's Budget:

- **A. State Energy Program** – created in § 1-33B-18 in 1988, the Energy Conservation Loan Special Revenue Fund in part contains federal money to be used for the purposes of making loans, leases, or grants for energy conservation. Also included in the fund is money from the Petroleum Violation Escrow (PVE) account, which is monies received through oil overcharge lawsuit settlements. Any money in the fund is continuously appropriated.
- **B. Future Fund** – created in § 61-5-24.2, the Employer's Investment in the State's Future Fund was created for the purposes of funding projects related to research and economic development for the state. It was created in 1987 from a special assessment on wages paid by SD employers.

- **C. Community Development Block Grants (CDBG)** - The federal CDBG Program provides states with annual direct grants, which they in turn award to smaller communities and rural areas for use in revitalizing neighborhoods, expanding affordable housing and economic opportunities, and/or improving community facilities and services.

Since 1974, CDBG has been the major source of annual grant funds for local governments nationwide. Communities can devote these funds to a wide range of activities that best serve their own particular development priorities, provided that these projects (1) benefit low- and moderate-income families; (2) prevent or eliminate slums or blight; or (3) meet other urgent community development needs.

The CDBG program is one of the nation's largest federal grant programs. Traditionally, the largest single use of state CDBG funds has been the provision of public facilities. In the last few years however, the program has been used to stimulate economic development activities that expand job and business opportunities for lower income families and neighborhoods.

- **D. Revolving Economic Development and Initiative Fund** – created in § 1-16G-3 in 1987, for the purpose of making loans for economic development.
- **E. Economic Development Incentive Fund** – created in § 1-16G-20 in 1994. The purpose of this fund was to provide a loan to John Morrell & Co. of \$10 million. In January of 1995, approximately \$7.5 million was put into the escrow account at Bank West and invested so that \$10 million could eventually be loaned to John Morrell. The final payment was made to Morrell on 2/27/04. The remaining balance in the account of \$693,179.69 was transferred to the General Fund on 9/17/04.
- **F. Value Added Agriculture Subfund** – created in § 1-16G-25 in 1999 is a subfund within the REDI Fund and is to be used to develop and promote value added agriculture.
- **G. Value Added Tourism Subfund** – created in § 1-16G-29 in 2003 is another subfund within the REDI Fund and is to be used to make grants or loans for tourism development, feasibility studies, or marketing.
- **H. Entrepreneur Support Program** – created in § 1-16G-34 in 2004 is a program to make loans to South Dakota entrepreneurs and start-up businesses, to develop and promote new business activity, and to create employment in the state. \$3M in REDI funds is earmarked for this program.

Selected Performance Indicators

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Reported New Industries/Calendar Year	25	16	(9)	25	21	(4)	25
Existing Industries Expanded/CY	600	344	(256)	450	450	0	400
New Jobs Created/Calendar Year	2,750	3,202	452	3,000	3,000	0	3,200
Capital Investment Reported (Millions)	\$300.0	\$275.1	(\$24.9)	\$250.0	\$300.0	\$50.0	\$250.0
REDI Loans	20	11	(9)	20	15	(5)	17
REDI Loan Dollars Approved (Millions)	\$15.0	\$6.6	(\$8.4)	\$15.0	\$12.5	(\$2.5)	\$14.0
Total Outside \$ Leveraged (Millions)	\$50.0	\$13.6	(\$36.4)	\$52.5	\$55.5	\$3.0	\$35.0
Future Fund Awards	60	87	27	62	80	18	80
Community Development Block Grants:							
Grant Requests Received	50	20	(30)	40	35	(5)	35
Grants Awarded	35	17	(18)	35	30	(5)	30
Awards (Millions)	\$10.0	\$4.8	(\$5.2)	\$9.0	\$9.0	\$0.0	\$9.0
Active Grants	180	100	(80)	160	125	(35)	125
Project Dollars Expended (Millions)	\$15.0	\$9.7	(\$5.3)	\$15.0	\$13.0	(\$2.0)	\$13.0
EDFA Loans	4	0	(4)	2	2	0	1
EDFA Loan Dollars Approved (Millions)	\$9.0	\$0.0	(\$9.0)	\$8.5	\$9.5	\$1.0	\$5.0
EDFA Outside \$ Leveraged (Millions)	\$9.0	\$0.0	(\$9.0)	\$8.0	\$45.5	\$37.5	\$40.0
APEX Loans	2	2	0	5	6	1	8
APEX Loans Approved	200,000	318,000	118,000	500,000	750,000	250,000	850,000
APEX Outside Dollars Leveraged	163,000	441,000	278,000	300,000	550,000	250,000	600,000
SBA 504 Loans	10	7	(5)	15	12	(6)	12
SBA 504 Loans Approved (Millions)	\$4.0	\$5.5	\$1.5	\$8.5	\$9.0	\$0.5	\$9.5
SBA 504 Outside \$ Leveraged (Millions)	\$6.0	\$10.4	\$4.4	\$12.5	\$13.0	\$0.5	\$14.0
Microloan Loans	8	14	6	13	15	2	15
Microloan Loans Approved	130,000	368,000	238,000	300,000	375,000	75,000	400,000
Microloan Outside Dollars Leveraged	310,000	588,000	278,000	350,000	600,000	250,000	700,000
VASF Loans	8	5	(3)	8	6	(2)	6
VASF Loans Approved	670,000	66,000	(604,000)	650,000	100,000	(550,000)	125,000
VASF Outside Dollars Leveraged	760,000	105,000	(655,000)	650,000	200,000	(450,000)	250,000
VASTF Loans	5	2	(3)	5	4	(1)	4
VASTF Loans Approved	650,000	32,000	(618,000)	90,000	50,000	(40,000)	75,000
VASTF Outside Dollars Leveraged	720,000	70,000	(650,000)	90,000	100,000	10,000	150,000

Division of Tourism

The mission of the Division of Tourism is to promote and increase the level of tourism business and related employment by working together with businesses, other areas of government, and regional groups to market and promote the state's natural resources, culture, attractions, history, and its people as an integrated part of economic development.

The total recommended budget increase for Tourism is \$602,281 entirely from other funds.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,044,030	1,243,873	1,243,873	1,284,366	40,493	3.3%
Travel	191,692	211,400	211,400	211,400	-	0.0%
Contractual Services	5,920,440	6,108,716	6,670,504	6,670,504	561,788	9.2%
Supplies & Materials	543,248	928,500	928,500	928,500	-	0.0%
Grants And Subsidies	256,104	220,000	220,000	220,000	-	0.0%
Capital Outlay	42,245	7,000	7,000	7,000	-	0.0%
Other	0	0	0	0	-	0.0%
Total	7,997,759	8,719,489	9,281,277	9,321,770	602,281	6.9%

Funding Types

General	0	0	0	0	-	0.0%
Federal	0	0	0	0	-	0.0%
Other	7,997,760	8,719,489	9,281,277	9,321,770	602,281	6.9%
Total	7,997,760	8,719,489	9,281,277	9,321,770	602,281	6.9%

FTE	21.4	23.8	23.8	23.8	-	0.0%
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Revenues

	FY06		Difference Over (Under) Estm.	FY07			FY08 Estimate
	Original Estimate	Actual		Original Estimate	Revised Estimate	Change in Estimate	
Promotion Tax	4,784,986	4,941,820	156,834	5,204,074	5,298,513	94,439	5,652,887
Gaming	2,843,415	2,663,858	(179,557)	2,968,398	2,832,354	(136,044)	3,146,390
Co-op Revolving	450,000	369,224	(80,776)	450,000	450,000	0	450,000
Investment Council Interest	100,839	32,179	(68,660)	55,000	31,139	(23,861)	32,000
	8,179,240	8,007,081	(172,159)	8,677,472	8,612,006	(65,466)	9,281,277

Budget Notes

- **A.** The agency requests \$561,788 in other fund spending authority to be used for the promotions/advertising budget. The agency is anticipating an increase in gaming and promotion tax revenues. (Deadwood Gaming, 1% gross receipts tax on hotel rooms and other tourist activities, and the Co-op Revolving Fund). The increase will be used to support marketing activities, targeted advertising, and public relations. The Governor concurs.
- **B.** The **Tourism Promotion Fund** was created in 1994 in SDCL 1-42-31. The source of the Promotion Fund is a tax of one percent on the gross receipts from any lodging establishment, campground, motor vehicle rental, visitor attraction, recreational equipment rental,

recreational service, spectator event, and visitor-intensive business. The gross receipts tax on visitor related businesses (SDCL 10-45D-2) is imposed during the months of June, July, August, and September.

- **C. The South Dakota Gaming Commission Fund** was created in SDCL 42-7B-48. All proceeds from the gaming tax, license stamp fees, license fees, application fees, the net proceeds generated by the operation of the five-cent slot machines, and the initial fund are continuously appropriated. All funds received by the commission shall be set forth in an informational budget as described in SDCL 4-7-7.2 and be annually reviewed by the Legislature. Any disbursement from the Gaming Commission Fund shall be by authorization of the executive secretary for any of the following purposes:
 - (1) Forty percent of the gaming tax collected shall be transferred to the Tourism Promotion Fund created in SDCL 1-42-31, and ten percent of the gaming tax collected shall be paid to Lawrence county;
 - (2) The expenses of the commission for administration and operation including litigation and enforcement of chapter 42-7B and chapter 42-7;
 - (3) Repayment of money and interest advanced for the start up of the commission; and
 - (4) All money remaining after the payments provided in subdivision (1), (2), and (3), less one hundred thousand dollars which shall be transferred to the historical Preservation Loan and Grant Fund created in SDCL 1-19A-13.1 constitute the net municipal proceeds and shall be disbursed at least quarterly to the City of Deadwood for deposit in the Historic Restoration and Preservation Fund.
- **D. Co-op Revolving Funding** – The department advertises jointly with the private sector to pool resources, increase circulation and reach markets that the private sector may not be able to do on their own. Co-ops include: Group Tour, Giant Step Insert, Great Getaways Insert, and many others.
- **E. The Tourism Subfund** was created by the 2003 Legislature to help promote and further develop the tourism industry in South Dakota. The funding for the Tourism Subfund is from the state's REDI (Revolving Economic Development and Initiative) Fund. The \$3M earmarked for this subfund can be used for feasibility and marketing studies. The goal is to find new and innovative ideas to attract new visitors and extend the stay of current visitors.

Selected Performance Indicators

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Tourism's Impact on South Dakota:	CY	CY	CY	CY	CY	CY	CY
Impact on Economy (Billions)	\$2.0	\$2.2	\$0.2	\$2.2	\$2.4	\$0.2	\$2.5
Visitor Spending (Millions)	\$790.9	\$874.2	\$83.3	\$863.4	\$944.1	\$80.7	\$1,019.6
Visitor Industry Employment	33,440	34,262	822	35,808	34,947	(861)	35,646
Tourism Programs:		FY06			FY07		FY08
Spring Giant Step/Great Getaway	36/40	36/38	0/(2)	36/40	40/40	4/0	40/40
Poster Displays	58	58	0	58	58	0	58
Group Tour/Group Tour Planner Directory	20/0	20/0	0	18/205	20/154	2/(51)	20/0
Fall Giant Step/Great Getaways	36/38	36/33	0/(5)	36/38	40/40	4/2	40/40
Web and Online Package Promotions	275	189	(86)	220	200	(20)	220
Winter Promotion/Annual Conf.	1/50	2/94	(1)/44	1/55	3/100	2/45	3/100
Great Events Campaigns	9	4	(5)	4	4	0	4
Publicity Campaigns	\$4.7M	\$6.3M	\$1.6M		\$5M		\$5M
International Press	\$2.35M	\$3.6M	\$1.25M		\$.25M		\$2.5M
Familiarization Tours Hosted In-State:							
Film/Movie	25	8	(17)	28	12	(16)	12
AAA Travel/Info Center Counselors	20/55	100/40	80/(15)	20/40	20/40	0	20/40
Press	152	119	(33)	172	150	(22)	150
Group Tour Counselors	70	120	50	55	53	(2)	26
Department-Paid Partner Offerings:							0
Calendar of Events	610	690	80	720	700	(20)	700
Adventure Travel Guide	0	255	255	165	275	110	275
Indian Art and Reservation Guide	400	99	(301)	425	85	(340)	85
Web Visitor Services Directory	5,200	4,990	(210)	5,400	5,000	(400)	5,000
Visitors Served:							
Vacation Guide Distribution	305,000	260,000	(45,000)	260,000	240,000	(20,000)	240,000
Lewis and Clark Brochure Distribution	30,000	30,850	850	25,000	25,000	0	25,000
Visits to Travelsd.com	3,200,000	4,253,182	1,053,182	5,500,000	4,500,000	(1,000,000)	5,000,000
Interstate Info Center Visits (By Season)	300,000	200,000	(100,000)	230,000	210,000	(20,000)	220,000

Division of Research Commerce

The mission of the Division of Research Commerce is to increase research and development for the betterment of South Dakota; to serve as the state technology transfer and innovation office by finding, protecting, and marketing ideas generated from universities and businesses; to serve as a single point of contact and liaison for businesses seeking university research and researchers needing business help; to coordinate the implementation of a unified intellectual property policy for work done at universities; to aid in the development of new and research-related businesses and to coordinate additional public and private resources available to help such businesses; and, to manage state, federal, and private funds entrusted to this office for the purposes of promoting the development of new ideas and new businesses.

The total recommended budget for the Division of Research Commerce includes one increase which is for the Governor's Salary Policy.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	130,964	146,030	146,030	150,832	4,802	3.3%
Travel	10,814	9,450	9,450	9,450	-	0.0%
Contractual Services	5,589	6,080	6,080	6,080	-	0.0%
Supplies & Materials	598	1,470	1,470	1,470	-	0.0%
Grants And Subsidies	3,368,741	3,868,742	3,868,742	3,868,742	-	0.0%
Capital Outlay	0	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
Total	3,516,706	4,031,772	4,031,772	4,036,574	4,802	0.1%
Funding Types						
General	3,516,706	4,031,772	4,031,772	4,036,574	4,802	0.1%
Federal	0	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
Total	3,516,706	4,031,772	4,031,772	4,036,574	4,802	0.1%
FTE	1.6	2.0	2.0	2.0	-	0.0%

Selected Performance Indicators

	FY06		Difference Over (Under) Estm.	FY07			FY08
	Original Estimate	Actual		Original Estimate	Revised Estimate	Change in Estimate	Estimate
University Spin-Offs Facilitated		2		5	4	(1)	6
University/Industry Research Collaborations Facilitated		15		20	20	0	25
Venture Capital/Angel Investor and Entrepreneur Introductions		8		15	15	0	18
External Grant Funding App. Facilitated		5		12	6	(6)	7

Tribal Government Relations

The mission of the Division of Tribal Government Relations is to establish and maintain a positive working relationship with the Native American citizens of South Dakota, so as to enable the Governor and others in state government to listen, work together, and cooperate in improving their quality of life and economic opportunity. It is also the mission of this agency to identify, develop, secure and coordinate federal, state, and local resources to help solve Native American problems and to serve as an advocate of the Native American population.

The Governor is recommending an increase for the Governor's Salary Policy.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	122,751	173,735	173,735	179,453	5,718	3.3%
Travel	14,035	19,929	19,929	19,929	-	0.0%
Contractual Services	19,755	16,238	16,238	16,238	-	0.0%
Supplies & Materials	1,740	2,600	2,600	2,600	-	0.0%
Grants And Subsidies	0	0	0	0	-	0.0%
Capital Outlay	237	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
Total	158,518	212,502	212,502	218,220	5,718	2.7%
Funding Types						
General	158,518	212,502	212,502	218,220	5,718	2.7%
Federal	0	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
Total	158,518	212,502	212,502	218,220	5,718	2.7%
FTE	2.3	3.0	3.0	3.0	-	0.0%

Budget Notes

- As part of the Governor's 2010 Initiative, this program will strive to:
 - Establish lasting tribal partnerships;
 - Assist in developing business infrastructure with the tribes, when invited;
 - Continue to improve rural tourism efforts with tribes;
 - Engage in a summit process with tribes, as invited;
 - Increase staffing of the Office of Tribal Relations; and
 - Promote the establishment of cultural, non-competitive exchanges between reservation and non-reservation schools, if invited.

Selected Performance Indicators

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
National/Regional/State Tribal Meeting Attendance:							
Governor's Interstate Indian Council	2	2	0	6	4	2	4
National Congress of American Indians	1	2	(1)	2	2	0	2
Aberdeen Area Tribal Chairman's Health Board	4	2	2	2	2	0	2
National Indian Gaming Commission	2	2	0	2	2	0	2
Tribal Council Meetings	12	6	6	12	12	0	12
National Governor's Association	2	0	2	2	2	0	2
National Indian Education Association	1	1	0	1	1	0	1
Alcohol and Drug Abuse Advisory Council Meetings	4	4	0	4	4	0	4
Great Plains Tribal Chairmen's Assoc.	6	6	0	6	6	0	6
State Agency/Tribal Agency Meetings	8	8	0	8	8	0	8
United Sioux Tribes Dev. Corp.	1	4	(3)	1	6	(5)	6
Nat'l Reservation Economic Summit & Business Trade Fair	0	1	(1)	1	1	0	1
Indian Education Summit	0	3	(3)	3	3	0	3
Great Plains Tribal/Federal Economic Development Summit	0	2	(2)		2	(2)	2
MT Indian Education Summit	0	0	0		2	(2)	2
Employment Training Program	0	2	2		2	2	2
Statewide Homeless Summit	0	1	1		1	1	1

Division of Cultural Affairs

The mission of the Division of Cultural Affairs is to:

- Work together with other areas of government and the private sector so as to improve the quality of life for all South Dakotans and to make South Dakota more attractive to non-South Dakotans by preservation, presentation, and promotion of our history, the fine arts, cultural activities, and cultural tourism.
- Recognize the importance of creativity in the lives of South Dakotans; the SD Arts Council makes the arts accessible throughout the state by providing encouragement, grants, services, and information to artists, arts organizations, schools, and the public.
- Promote, nurture, and sustain the historical and cultural heritage of South Dakota by collecting, preserving, researching, and interpreting evidence of the state's irreplaceable past and making it available for the life-long education and enrichment of present and future generations.

The total recommended budget adjustments include increases in general funds (\$141,681), federal fund authority (\$11,696) and other fund authority (\$20,422). There is no change in the number of FTEs.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,926,802	2,282,481	2,282,481	2,357,102	74,621	3.3%
Travel	237,260	180,194	180,194	180,194	-	0.0%
Contractual Services	2,503,006	2,681,133	2,682,873	2,760,311	79,178	3.0%
Supplies & Materials	170,719	173,176	173,176	173,176	-	0.0%
Grants And Subsidies	1,204,364	1,671,860	1,671,860	1,671,860	-	0.0%
Capital Outlay	114,720	49,739	49,739	69,739	20,000	40.2%
Other	66,883	2,000	2,000	2,000	-	0.0%
Total	6,223,754	7,040,583	7,042,323	7,214,382	173,799	2.5%
Funding Types						
General	3,174,044	3,338,210	3,339,950	3,479,891	141,681	4.2%
Federal	1,372,542	1,589,888	1,589,888	1,601,584	11,696	0.7%
Other	1,677,169	2,112,485	2,112,485	2,132,907	20,422	1.0%
Total	6,223,755	7,040,583	7,042,323	7,214,382	173,799	2.5%
FTE	44.4	48.0	48.0	48.0	-	0.0%

The above table includes the Office of History and the Office of the Arts.

Office of the Arts

Recognizing the importance of creativity in the lives of South Dakotans, the SD Arts Council makes quality arts accessible throughout the state by providing encouragement, grants, services, and information to artists, arts organizations, schools, and the public.

The total recommended budget adjustments include the Governor's Salary Policy and an increase of \$20,000 in general funds. There is no change in the number of FTEs.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	186,765	195,384	195,384	201,804	6,420	3.3%
Travel	14,537	19,584	19,584	19,584	-	0.0%
Contractual Services	58,097	62,790	62,790	62,790	-	0.0%
Supplies & Materials	15,207	23,766	23,766	23,766	-	0.0%
Grants And Subsidies	951,668	1,167,911	1,167,911	1,167,911	-	0.0%
Capital Outlay	6,703	0	0	20,000	20,000	0.0%
Other	0	0	0	0	-	0.0%
Total	1,232,977	1,469,435	1,469,435	1,495,855	26,420	1.8%
Funding Types						
General	600,953	609,572	609,572	635,992	26,420	4.3%
Federal	632,023	746,863	746,863	746,863	-	0.0%
Other	0	113,000	113,000	113,000	-	0.0%
Total	1,232,976	1,469,435	1,469,435	1,495,855	26,420	1.8%
FTE	3.0	3.0	3.0	3.0	-	0.0%

Budget Notes

- The Governor recommends an increase of 20,000 from the general fund for the Office of the Arts' capital assets. The funds will be used to purchase works of art to be placed in state office buildings. This would be an ongoing appropriation and would allow the State Arts council to develop a State art collection that could be on display in State conference rooms and other appropriate public areas of State buildings located in Pierre.

Selected Performance Indicators

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Co-Sponsored Events	8,300	10,200	1,900	8,000	10,250	2,250	10,300
Attendance at Co-Sponsored Events	2,500,000	2,500,000	0	2,300,000	2,600,000	300,000	2,700,000
Total Grants/Projects	350	575	225	555	580	25	585
Total Requests	475	630	155	650	650	0	700
Artists Served	13,000	13,500	500	13,500	14,000	500	14,500
Artists in Schools Residency - Weeks	280	236	(44)	260	240	(20)	260
Students Served	35,000	39,000	4,000	35,000	40,000	5,000	42,000
Touring Arts Bookings	350	270	(80)	280	280	0	290
Touring Arts Attendance	150,000	450,000	300,000	120,000	460,000	340,000	470,000
Funds Granted	1,029,700	943,800	(85,900)	953,000	960,000	7,000	990,000
Funds Requested	2,800,000	2,300,000	(500,000)	2,400,000	2,400,000	0	2,500,000
Local Matching Funds	13,000,000	11,750,000	(1,250,000)	12,000,000	12,000,000	0	12,500,000

Office of History

The mission of the Office of History is to promote, nurture, and sustain the historical and cultural heritage of South Dakota by collecting, preserving, researching, and interpreting evidence of the state's irreplaceable past and making it available for the life-long education and enrichment of present and future generations.

The total recommended budget adjustments include the recommended salary package, and expansions of \$79,178 in operating expenses. There is no change in the number of FTEs.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,740,037	2,087,097	2,087,097	2,155,298	68,201	3.3%
Travel	222,724	160,610	160,610	160,610	-	0.0%
Contractual Services	2,444,909	2,618,343	2,620,083	2,697,521	79,178	3.0%
Supplies & Materials	155,512	149,410	149,410	149,410	-	0.0%
Grants And Subsidies	252,696	503,949	503,949	503,949	-	0.0%
Capital Outlay	108,017	49,739	49,739	49,739	-	0.0%
Other	66,883	2,000	2,000	2,000	-	0.0%
Total	4,990,778	5,571,148	5,572,888	5,718,527	147,379	2.6%
Funding Types						
General	2,573,091	2,728,638	2,730,378	2,843,899	115,261	4.2%
Federal	740,519	843,025	843,025	854,721	11,696	1.4%
Other	1,677,169	1,999,485	1,999,485	2,019,907	20,422	1.0%
Total	4,990,779	5,571,148	5,572,888	5,718,527	147,379	2.6%
FTE	41.4	45.0	45.0	45.0	-	0.0%

Revenues

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Dues and Fees	145,000	137,552	(7,448)	140,000	126,000	(14,000)	127,200
Historical Preservation Loan and Grant Fund (Deadwood 42-7B-48(4))	100,000	100,000	0	100,000	100,000	0	100,000
ARC Assessments	1,000,000	1,493,681	493,681	1,200,000	1,200,000	0	1,300,000
Total	1,631,233	1,631,233	0	1,340,000	1,326,000	(14,000)	1,427,200

Budget Notes

- The Governor's 2010 Initiative strives to enhance History and Arts as tools for economic development and cultural tourism. The state must:
 - Quantify the economic impact of arts and history in South Dakota;
 - Advance history and arts as essential to lifelong learning;

- Promote State Historical Society's traveling museum exhibits and educational kit programs;
 - Expand the Arts in School Program and Arts in Community Programs; and
 - Discover opportunities for expanding other history and arts programs.
- The Governor recommends increases in the following budgets to account for a recalculation in the method of recovering maintenance and repair for the Capitol Complex (CC):
- ***Cultural Heritage Center*** –\$75,690 in general funds;.
 - ***Historical Preservation Center*** –\$1,693 in federal fund authority; and
 - ***Archaeological Research Center*** - \$55 in other fund authority.
- The agency requested, and the Governor recommends, an increase in the amount of the annual bond payment by \$1,740 from the general fund.

Selected Performance Indicators

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Deadwood Fund Grants Issued	12	12	0	12	12	0	10
Visitor Attendance:							
Archives	2,400	2,855	455	2,750	2,750	0	2,800
Musuem	25,000	19,131	(5,869)	24,000	19,000	(5,000)	19,500
Adult Tours	900	509	(391)	975	500	(475)	500
School Tours	5,000	3,878	(1,122)	4,100	3,900	(200)	4,000
Traveling Exhibits	45,000	8,667	(36,333)	25,000	35,000	10,000	40,000
Archaeology Exhibits	30,000	32,041	2,041	30,000	30,000	0	30,000
Educational Outreach:							
Teacher Training/Kits	25/4,500	15/8,430	(10)/3,930	100/5,750	250/8,000	150/3,250	100/8,200
Reference Services (Archives):							
Government/South Dakota Citizens	1,000/6,000	1,109/6,789	109/789	1,000/6,000	1,000/6,500	0/500	1,000/6,500
Web Site Visits	210,000	498,232	288,232	490,000	500,000	10,000	500,000
Publications:							
Manuscripts Solicited/Researched	25/20	38/26	13/6	30/20	35/25	5/5	35/25
Books Published/Journal Issues	4/4	6/4	2/0	5/4	7/4	2/0	7/4
Newsletter Issues/Classroom Projects	3/1	3/2	0/1	3/2	3/2	0	3/2
Archives:							
Archival Records Appraisal (Cubic Feet)	4,500	4,699	199	5,000	5,000	0	5,000
Records Accessioned (Cubic Feet)	350	378	28	360	380	20	380
Accessions Documented	250	355	105	275	300	25	300
Records Deaccessioned (Cubic Feet)	150	276	126	150	200	50	200
Collections (Archaeology):							
Reports Completed on Collections	100	118	18	100	120	20	120
Surveys Conducted at Field Sites	100	120	20	100	120	20	120
Excavations Conducted	15	25	10	15	20	5	20
Gravel Permits Reviewed	120	297	177	200	275	75	275
Exploration Permits Reviewed	4	3	(1)	4	3	(1)	3
NAGPRA Human Remains Inventoried	10	10	0	10	10	0	10
NAGPRA Funerary Objects Inventoried	35	0	(35)	15	15	0	15
NAGPRA Tribal Consultations	5	5	0	5	5	0	5
Small-Scale Mining Permits Reviewed	3	3	0	3	3	0	3
Large-Scale Mining and Landfill Permits Reviewed	3	3	0	3	3	0	3
Oil and Gas Permits Reviewed	7	27	20	20	25	5	25
Reports Received on Archaeological Sites	575	617	42	600	650	50	650
Sites Recorded/Revisited	650	723	73	650	700	50	700
Record Searches on Archaeological Sites	100	167	67	130	150	20	150
Collections Accessioned/Received	100	113	13	100	100	0	100
Museum Artifacts Received	240	207	(33)	200	350	150	350
Preservation/Restoration:							
Compliance Projects Reviewed	1,000	1,955	955	2,000	2,000	0	2,000
New National Register Listings:							
Individual Properties	35	20	(15)	30	30	0	30
District/MPL	5	2	(3)	7	7	0	8
Total Listings	1,300	1,257	(43)	1,310	1,294	(16)	1,332
Property Tax Moratorium Projects	25	17	(8)	30	25	(5)	25
Federal Tax Credit Projects	30	11	(19)	20	15	(5)	20
CLG Grants Issued	12	10	(2)	16	12	(4)	12
Burial Calls	10	17	7	10	15	5	15
Review State Land Exchanges	0	58	58		50		50

Office of History – Cultural Heritage Center

Located in the Cultural Heritage Center are the Pierre-based programs of the State Historical Society/Office, which include the archives, museum, historic preservation, research and publishing and administrative functions.

The total recommended budget adjustments include only the recommended salary package and an increase of \$77,430 in general funds. There is no change in the number of FTEs.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	778,479	885,695	885,695	914,816	29,121	3.3%
Travel	34,706	31,178	31,178	31,178	-	0.0%
Contractual Services	1,414,177	1,433,505	1,435,245	1,510,935	77,430	5.4%
Supplies and Materials	103,904	99,457	99,457	99,457	-	0.0%
Grants and Subsidies	0	0	0	0	-	0.0%
Capital Outlay	56,962	32,889	32,889	32,889	-	0.0%
Other	1,639	2,000	2,000	2,000	-	0.0%
TOTAL	2,389,867	2,484,724	2,486,464	2,591,275	106,551	4.3%
Funding Sources:						
General Funds	2,243,695	2,360,490	2,362,230	2,467,041	106,551	0
Federal Funds	0	0	0	0	-	0.0%
Other Funds	146,172	124,234	124,234	124,234	-	0.0%
TOTAL	2,389,867	2,484,724	2,486,464	2,591,275	106,551	4.3%
FTE	18.6	20.0	20.0	20.0	-	0.0%

Budget Notes

- The agency requested, and the Governor recommends, an increase in general funds of \$1,740 for the annual Cultural Heritage Center bond payment. The FY08 bond payment (\$564,150 from the general fund) will be the final payment.
- In addition to the adjustment for the bond payment, the Governor also recommends an increase of \$75,690 in general funds to account for a recalculation of the way the Capitol Complex (CC) Maintenance and Repair is recovered.

Office of History – Historical Preservation Center

The office conducts surveys for properties significant in history, archaeology, and architecture; reviews and monitors all federally funded projects effecting cultural resources; administers federal and state tax incentive programs; cooperates with local governments in developing local historic preservation programs; and maintains the national and state registers of historic places. This office is located in Pierre in the Cultural Heritage Center.

The total recommended budget includes adjustments for the Governor's Salary Policy, and an increase in contractual services of \$1,693. There is no change in the number of FTEs.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	324,411	403,017	403,017	416,158	13,141	3.3%
Travel	32,959	32,592	32,592	32,592	-	0.0%
Contractual Services	328,016	263,286	263,286	264,979	1,693	0.6%
Supplies and Materials	8,550	15,568	15,568	15,568	-	0.0%
Grants and Subsidies	252,696	503,949	503,949	503,949	-	0.0%
Capital Outlay	2,458	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
TOTAL	949,090	1,218,412	1,218,412	1,233,246	14,834	1.2%
Funding Sources:						
General Funds	78,222	95,505	95,505	98,184	2,679	0
Federal Funds	673,524	734,668	734,668	744,146	9,478	1.3%
Other Funds	197,345	388,239	388,239	390,916	2,677	0.7%
TOTAL	949,091	1,218,412	1,218,412	1,233,246	14,834	1.2%
FTE	7.4	8.0	8.0	8.0	-	0.0%

Budget Notes

- The Governor recommends an increase of \$1,693 in federal fund authority to account for a recalculation of the way the Capitol Complex (CC) Maintenance and Repair is recovered.
- The remaining recommended increase is for the salary package.

Office of History – Archaeological Research Center

The Center is responsible for conducting archaeological and historical research in South Dakota; protecting and preserving the state's archaeological resources; maintaining the state's record of all archaeological sites; maintaining a repository of archaeological specimens; handling the recovery and reburial of archaeological human remains; commenting on mining permits; and conducting archaeological surveys, tests, and excavations for state, federal, and private projects. This office is located in Rapid City.

The total recommended budget adjustments include the recommended salary package and a small operating expense increase totaling \$55 in other funds.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	637,146	798,385	798,385	824,324	25,939	3.2%
Travel	155,058	96,840	96,840	96,840	-	0.0%
Contractual Services	702,716	921,552	921,552	921,607	55	0.0%
Supplies and Materials	43,059	34,385	34,385	34,385	-	0.0%
Grants and Subsidies	0	0	0	0	-	0.0%
Capital Outlay	48,597	16,850	16,850	16,850	-	0.0%
Other	65,245	0	0	0	-	0.0%
TOTAL	1,651,821	1,868,012	1,868,012	1,894,006	25,994	1.4%
Funding Sources:						
General Funds	251,174	272,643	272,643	278,674	6,031	0
Federal Funds	66,996	108,357	108,357	110,575	2,218	2.0%
Other Funds	1,333,652	1,487,012	1,487,012	1,504,757	17,745	1.2%
TOTAL	1,651,822	1,868,012	1,868,012	1,894,006	25,994	1.4%
FTE	15.5	17.0	17.0	17.0	-	0.0%

Budget Notes

The Governor recommends an increase of \$55 in other fund authority to account for a recalculation in the method of recovering maintenance and repair for the Capitol Complex (CC).

South Dakota Housing Development Authority

The mission of the South Dakota Housing Development Authority is to provide a supply of sanitary, decent, and safe accommodations at rental or carrying charges that such persons can afford; to encourage the investment of private capital; to stimulate the construction and rehabilitation of residential housing; to sell bonds to provide low interest mortgages; and to produce and sell quality, affordable homes each year to provide an elderly housing alternative.

The total recommended budget adjustments include the Governor's Salary Policy and a decrease in other fund authority totaling \$500,000.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	3,316,120	3,745,032	3,745,032	3,870,909	125,877	3.4%
Travel	355,558	407,123	407,123	407,123	-	0.0%
Contractual Services	923,859	1,172,379	1,172,379	1,172,379	-	0.0%
Supplies & Materials	2,778,839	3,780,631	3,280,631	3,280,631	(500,000)	(13.2%)
Grants And Subsidies	0	0	0	0	-	0.0%
Capital Outlay	318,973	447,827	447,827	447,827	-	0.0%
Other	562,113	657,629	657,629	657,629	-	0.0%
Total	8,255,462	10,210,621	9,710,621	9,836,498	(374,123)	(3.7%)
Funding Types						
General	0	0	0	0	-	0.0%
Federal	1,800,102	1,737,758	1,737,758	1,771,461	33,703	1.9%
Other	6,455,360	8,472,863	7,972,863	8,065,037	(407,826)	(4.8%)
Total	8,255,462	10,210,621	9,710,621	9,836,498	(374,123)	(3.7%)
FTE	61.9	64.0	64.0	64.0	-	0.0%

Budget Notes

- The agency requested a decrease of \$500,000 in other fund spending authority due to the reduction in the anticipated number of Governor's houses to be built at the Mike Durfee State Prison in Springfield. The Governor concurs.
- The 2010 Initiative has a goal to stimulate affordable homeownership, rental housing, and day care facilities in South Dakota communities which evidence a need. They will do this by:
 - Securing \$2 billion in private and public capital;
 - Expanding existing partnerships, programs and services to provide rental development and federal subsidies to the state's low-income working residents;
 - Creating service-enriched, permanent housing opportunities for the homeless population to end chronic homelessness in ten years;
 - Supporting investment of private capital to provide leverage for tribal initiatives which increase homeownership on the reservations; and
 - Improving upon coordination, promotion and marketing of South Dakota Housing Development Authority Office capabilities.

Selected Performance Indicators

	FY06			FY07			FY08
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Home Ownership Program Active Loans	17,000	15,031	(1,969)	15,250	15,500	250	16,000
Mortgage Assistance Program Loans	800	301	(499)	600	200	(400)	0
Home Improvement Loans	250	82	(168)	80	90	10	100
Multifamily Housing Program:							
Units Completed	2,226	2,226	0	2,226	2,226	0	2,226
Section 8 Asst. Pymts. (Federal Subsidy)	10,000,000	9,813,744	(186,256)	10,000,000	10,000,000	0	10,000,000
HUD Contract Administration:							
Units Allocated by HUD	2,537	2,545	8	2,545	2,480	(65)	2,480
Section 8 Asst. Pymts. (Federal Subsidy)	9,250,000	9,449,153	199,153	9,500,000	9,320,000	(180,000)	9,320,000
Low Income Housing Tax Credits Alloc.	2,500,000	2,100,000	(400,000)	2,200,000	2,250,000	50,000	2,400,000
FmHA/NOFA Housing Program:							
Units Allocated by HUD/Leased	770/770	765/765	5/5	765/765	765/765	0	765/765
Section 8 Asst. Pymts. (Federal Subsidy)	2,600,000	2,752,918	152,918	2,600,000	2,800,000	200,000	2,800,000
SDHDA/FmHA Coop Rental Program:							
Units Allocated	73	73	0	73	73	0	73
SDHDA Subsidy	\$210,000	\$274,554	\$64,554	\$225,000	\$275,000	\$50,000	\$275,000
HUD Risk Sharing - Units Completed	200	0	(200)	200	0	(200)	100
Emergency Shelter Grant --Federal	345,000	330,415	(14,585)	330,000	330,000	0	330,000
HOME Program: Units/Amount	200/\$4M	273/\$5.7M	73/\$1.7M	240/\$6M	275/\$6M	35/\$0M	300/\$6.5M
Services to Aging Residents(STAR)							
Tenants Served	972	972	0	1,002	972	(30)	972
FLEX Program							
Flex Lending Program		2,741,596		5,000,000	4,000,000	(1,000,000)	4,000,000
Day Cares	250,000	114,000	(136,000)	228,000	228,000	0	228,000
HUD Restructuring Projects	3	1	(2)	3	3	0	3
Governor's House Program	175	142	(33)	175	150	(25)	150
MF Bond Programs - Units Completed	120	0	(120)	200	200	0	200
HUD Housing Counseling Grant Program							
Clients Served		3,700		5,500	4,500	(1,000)	5,000
Homeowner Ed. Resource Organization							
Clients Served		2,047		3,500	2,500	(1,000)	3,000
Other Federal Programs Compliance							
Units Allocated		6,342		8,300	6,500	(1,800)	6,800

Science and Technology Authority

It is the mission of the Authority to foster and facilitate scientific and technological investigation, experimentation, and development by creating a mechanism through which laboratory, experimental, and development facilities may be acquired, developed, constructed, maintained, operated, and decommissioned.

The total recommended budget adjustments include the recommended salary.

Item	Actual FY06	Budgeted FY07	Agency Req. FY08	Gov Rec. FY08	Inc/Dec FY08	% Change From FY07
Personal Services	202,023	859,760	859,760	888,045	28,285	3.3%
Travel	31,274	65,000	65,000	65,000	-	0.0%
Contractual Services	292,845	3,503,269	3,503,269	3,503,269	-	0.0%
Supplies & Materials	6,162	6,000	6,000	6,000	-	0.0%
Grants And Subsidies	0	0	0	0	-	0.0%
Capital Outlay	0	14,748,554	14,748,554	14,748,554	-	0.0%
Other	0	0	0	0	-	0.0%
Total	532,304	19,182,583	19,182,583	19,210,868	28,285	0.1%
Funding Types						
General	0	0	0	0	-	0.0%
Federal	0	0	0	0	-	0.0%
Other	532,304	19,182,583	19,182,583	19,210,868	28,285	0.1%
Total	532,304	19,182,583	19,182,583	19,210,868	28,285	0.1%
FTE	2.5	12.3	12.3	12.3	-	0.0%

Budget Notes

- On October 14, 2005, the Legislature approved HB1001 in a special session, which appropriated \$19,887,630 to the Science and Technology Authority for the conversion of the Homestake Mine to an underground science and engineering laboratory.
- The Authority's year end cash balances are comprised of the following:

Description	June 2004	June 2005	June 2006
Operating Funds	368,556	369,672	677,896
Indemnification Fund	10,000,000	10,039,262	10,264,452
Mine Closure Fund	800,000	803,141	1,021,156
Insurance Premiums	2,454,842	2,464,480	2,519,761
Interim Lab	0	0	19,887,630
Total Cash Balance	\$13,6253,068	\$13,676,555	\$34,370,895

Selected Performance Indicators

Performance indicators will be supplied by the Authority during the budget hearing.

SD Energy Infrastructure Authority

The South Dakota Energy Infrastructure Authority is created to diversify and expand the state's economy by developing in this state the energy production facilities and the energy transmission facilities necessary to produce and transport energy to markets within the state and outside of the state.

Item	Actual <u>FY06</u>	Budgeted <u>FY07</u>	Agency Req. <u>FY08</u>	Gov Rec. <u>FY08</u>	Inc/Dec <u>FY08</u>	% Change <u>From FY07</u>
Personal Services	-	-	-	-	-	0.0%
Travel	-	-	-	-	-	0.0%
Contractual Services	-	-	-	-	-	0.0%
Supplies & Materials	-	-	-	-	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
Total	-	-	-	-	-	0.0%
Funding Types						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
Total	-	-	-	-	-	0.0%
FTE	-	-	-	-	-	0.0%

Budget Notes

- The Authority was created in 2005 and is codified in SDCL 1-16I. The appropriation was stricken from the bill; therefore, the program was not funded.
- The authority has not requested any appropriation, nor has the Governor recommended any.

Other Departmental Issues

A. Interim Appropriation Actions

No interim appropriation actions were taken. However, the Agency transferred \$161,058 in general funds from personal services to operating expenses; and transferred \$1.025M of other fund authority to federal fund authority.

B. Audit Findings

Finding No. 04000200501:

Waivers were not obtained and approved where eligibility requirements for the APEX Loan Program were not met.

Analysis:

South Dakota Administrative Rule 68:01:02:02 Eligibility Requirements states:

To be eligible for a loan under this chapter, an applicant must satisfy SDCL 1-16B-41 and be a for-profit business, a for-profit or nonprofit development corporation, or nonprofit business cooperative that is either a start-up business, an existing business, or the relocation of an existing business from out-of-state that will create new jobs in South Dakota and that will do the following:

- (1) Export a minimum of 75 percent of its product to entities outside the state of South Dakota or replace an import;
- (2) Provide employment opportunities for low-income persons or displaced farm families to the maximum extent practicable;
- (3) Use a South Dakota grown or produced agricultural product as at least 50 percent of the raw material; and
- (4) Locate in a municipality with a population less than 25,000, as listed according to the latest decennial census.

An applicant may request a waiver of subdivision (1), (3), or (4) by petitioning the authority; however, not more than two of the subdivisions may be waived for any one applicant. A two-thirds vote by the authority is necessary to approve a waiver.

Three APEX loans were selected for testing, one loan issued in fiscal year 2005 and two loans issued prior to fiscal year 2005. One loan did not meet two of the four eligibility requirements noted above and waivers were not included in the loan file. Minutes of the board meeting did not indicate a vote was made approving a waiver of eligibility requirements.

Recommendations:

1. We recommend a waiver be submitted by each loan recipient that does not meet the eligibility requirement(s).
2. We recommend the waivers be submitted to the Board for approval.

Auditee's Corrective Action Plan:

The general Loan Presentation Summary template used for all loan types has been redesigned for a specific APEX template. This APEX specific template includes a checklist that lists the two APEX requirements that may be waived with EDFA board approval. If one of these two requirements is being asked to be waived, that requirement will have a check next to it on the Loan Presentation Summary, ensuring the EDFA is aware of the waiver and is allowed to vote on the deal with that information disclosed. Also, the waiver will be included the file paperwork.

Future Fund Grant Awards
12/01/2000 through 12/19/2006

City	Date	Amount	Project
Britton	1-Dec-00	\$ 6,750.00	Rapid Precision Manufacturing/Workforce Dev Training
North Sioux City	1-Dec-00	\$ 50,000.00	IAMS/Workforce Dev Training
Aberdeen	26-Dec-00	\$ 11,588.00	Aberdeen Career Planning Center/Twin City Fan/Workforce Dev. Training
Sioux Falls	26-Dec-00	\$ 50,000.00	CAPITAL Card Services/Workforce Dev Training
Hills area	1-Jan-01	\$ 400,000.00	SDSM&T (Neutrino Laboratory)
State-wide	1-Jan-01	\$ 395,000.00	Regional Toolbox/SBDC CY 2001
Beresford	21-Jan-01	\$ 15,208.00	Showplace Wood Products/Workforce Dev Training
State-wide	30-Jan-01	\$ 135,000.00	SD Agricultural & Rural Leadership
Spearfish	6-Feb-01	\$ 200,000.00	PREMIER Bankcard, Inc./Workforce Dev Training
State-wide	16-Mar-01	\$ 1,136,925.47	Board of Regents/Teacher Training
Harrold	27-Mar-01	\$ 25,000.00	Global Harvest Birdseed of South Dakota/Workforce Dev Training
Brookings	16-Apr-01	\$ 12,776.15	ABM Manufacturing, Inc./Workforce Dev Training
Sioux Falls	1-May-01	\$ 60,000.00	Southeast Technical Institute Equipment/Training
State-wide	6-May-01	\$ 60,000.00	Wind Resource/Research
State-wide	14-May-01	\$ 1,180,511.46	Board of Regents/Teacher Training
DeSmet	18-May-01	\$ 11,271.65	Shinamerica/Workforce Dev Training
Brookings	1-Jun-01	\$ 22,560.00	SDSU - Sound System/Equipment Upgrades
State-wide	1-Jun-01	\$ 232,650.00	Clean-Up South Dakota/Promote Economic Development
Aberdeen	23-Jun-01	\$ 6,600.00	Midstates Printing/Workforce Dev Training
Sioux Falls	25-Jun-01	\$ 1,388.48	Midwest Precision Tool and Die, Inc/Workforce Dev Training.
FY2001 Parital Year		\$ 4,013,229.21	
Wakpala	1-Jul-01	\$ 63,750.00	Smee School District/Training
Mitchell	31-Jul-01	\$ 383,825.00	Technical Institute Equipment/Training
Rapid City	31-Jul-01	\$ 395,739.00	Western Dakota Tech Institute Equipment/Training
Sioux Falls	31-Jul-01	\$ 603,130.00	Southeast Technical Institute Equipment/Training
State-wide	31-Jul-01	\$ 350,000.00	SD Ag Producers/Training
Watertown	31-Jul-01	\$ 514,169.00	Lake Area Technical Institute Equipment/Training
Lead	1-Aug-01	\$ 19,888.99	Homestake Lab Establishment
Lead	1-Aug-01	\$ 54,040.00	Homestake Lab Establishment
Lead	1-Aug-01	\$ 16,291.44	Homestake Lab Establishment
Lead	1-Aug-01	\$ 45,000.00	Homestake Lab Establishment
State-wide	15-Aug-01	\$ 104,400.00	Planning Districts - Technical Assistance 2002
Oelrichs	10-Sep-01	\$ 4,000.00	Oelrichs Comm/Econ Dev
Pollock	10-Sep-01	\$ 23,936.30	DairiConcepts/Workforce Dev Training
Madison	1-Oct-01	\$ 4,000.00	Madison Area Learning Center
State-wide	1-Oct-01	\$ 319,000.00	SDSM&T/SDCS - Carbon Sequestration - Research
State-wide	1-Oct-01	\$ 50,000.00	South Dakota Rural Enterprise, Inc/Research
Sioux Falls	1-Nov-01	\$ 200,000.00	Hematech/Research
State-wide	1-Nov-01	\$ 1,280,400.00	University Computers/Training
Rapid City	21-Nov-01	\$ 15,382.35	Comuniq/Workforce Dev Training
Sioux Falls	21-Nov-01	\$ 108,334.20	Household International /Workforce Dev Training
Watertown	21-Nov-01	\$ 4,000.00	Dakota Bodies/Workforce Dev Training
Sturgis	12-Dec-01	\$ 10,000.00	Jamison International/Workforce Dev Training

City	Date	Amount	Project
Rapid City	12-Dec-01	\$ 3,000.00	Terryberry Company/Workforce Dev Training
Vermillion	20-Dec-01	\$ 200,000.00	Phase 2 Solutions/Workforce Dev Training
Huron	21-Dec-01	\$ 18,000.00	Huron Chamber/Econ Dev Event
Clark	1-Jan-02	\$ 1,000,000.00	McMains Complex/Economic Development
State-wide	1-Jan-02	\$ 595,000.00	Regional Toolbox/SBDC - CY 2002
Spearfish	4-Jan-02	\$ 120,000.00	PREMIER Bankcard, Inc./Workforce Dev Training
Flandreau	8-Jan-02	\$ 91,000.00	Flandreau Historical Restoration
Hitchcock	10-Jan-02	\$ 4,500.00	Hitchcock Comm/Econ Dev
Huron	14-Jan-02	\$ 228,315.00	State Fair 2002 Upgrades
Rapid City	22-Jan-02	\$ 1,500,000.00	Rapid City Fire Dispatch Center
State-wide	31-Jan-02	\$ 1,075,000.00	Science & Technology Labs
State-wide	11-Feb-02	\$ 55,877.00	SD Public Broadcasting/Promotions
Sioux Falls	25-Feb-02	\$ 50,000.00	Starmark/Workforce Dev Training
Rapid/Aberdeen	13-Mar-02	\$ 193,197.76	Salvation Army - Comm/Econ Dev
Sioux Falls	16-Apr-02	\$ 3,127.00	Dakota Fluid Power/Workforce Dev Training
Scotland	25-Apr-02	\$ 4,320.00	Scotland Comm/Econ Dev
Claremont	20-May-02	\$ 10,000.00	Town of Claremont/Comm/Econ Dev
Sisseton	20-May-02	\$ 80,000.00	Northeast SD Economic Dev
State-wide	20-May-02	\$ 402,300.00	SD Community Libraries/Computer Upgrades
Brandon	30-May-02	\$ 18,293.50	Luverne Truck Equipment/Workforce Dev Training
Chamberlain	30-May-02	\$ 10,000.00	Chamberlain Boy Club/Community Dev
Brookings	1-Jun-02	\$ 235,307.87	SDSU Foundation/Research
Ipswich	1-Jun-02	\$ 20,000.00	Ipswich Comm/Econ Dev Development
Lake Andes	1-Jun-02	\$ 7,000.00	Lake Andes Comm/Econ Dev Development
State-wide	1-Jun-02	\$ 25,000.00	SD Symphony/Promotion
State-wide	1-Jun-02	\$ 65,000.00	Keith Hodkinson/Economic Development
Tripp	1-Jun-02	\$ 40,000.00	Tripp - Comm/Econ Development
Watertown	1-Jun-02	\$ 60,000.00	Watertown Public School Mentoring Program/Research
Wolsey	1-Jun-02	\$ 15,000.00	Wolsey Comm/Econ Dev
Spearfish	6-Jun-02	\$ 3,547.50	Standard Aerospace/Workforce Dev Training
Ft. Pierre	20-Jun-02	\$ 80,000.00	Bad River Artworks/Education/Research
Sioux Falls	20-Jun-02	\$ 150,000.00	Vet Pharm/Workforce Dev Training
Vermillion	24-Jun-02	\$ 20,000.00	Small Business Development Center
Total FY2002		\$ 10,952,071.91	
Flandreau	1-Jul-02	\$ 40,000.00	Flandreau School/National Guard
NE South Dakota	1-Jul-02	\$ 17,556.15	Emergency Upgrades/Glacial Lakes Amateur Repeater
State-wide	1-Jul-02	\$ 20,000.00	Hollbeck - DECA/Study
State-wide	1-Jul-02	\$ 1,906,779.00	Regents - 2002/Training
State-wide	1-Jul-02	\$ 10,000.00	USD Governor's Gifted Camp/Training
Sioux Falls	2-Jul-02	\$ 1,224.00	Midwest Precision Tool and Die, Inc./Workforce Dev Training
Gregory	12-Aug-02	\$ 30,000.00	Gregory Community Buttes Observation Park
Quinn	12-Aug-02	\$ 22,195.51	Badland Observatory Research Upgrade
Sisseton	12-Aug-02	\$ 227,000.00	Ft Sisseton Historical Park/Tourism Promotion
State-wide	12-Aug-02	\$ 400,000.00	SD Public Broadcasting/Equipment Upgrades
Mitchell	30-Aug-02	\$ 437,250.00	Technical Institute Equipment/Training
Rapid City	30-Aug-02	\$ 212,967.00	Western Dakota Tech Institute Equipment/Training

City	Date	Amount	Project
Sioux Falls	30-Aug-02	\$ 828,000.00	Southeast Technical Institute Equipment/Training
Watertown	30-Aug-02	\$ 427,658.00	Lake Area Technical Institute Equipment/Training
Sturgis	31-Aug-02	\$ 10,000.00	Bruce Bowen and Company/Workforce Dev Training
Sioux Falls	5-Sep-02	\$ 500,000.00	SD Technology Business Center
State-wide	5-Sep-02	\$ 104,400.00	Planning Districts Technical Assistance 2003
Dakota Dunes	15-Sep-02	\$ 75,000.00	1st Financial Bank USA/Workforce Dev Training
Aberdeen	18-Sep-02	\$ 187,500.00	Verifications Inc./Worforce Dev Training
Custer	20-Sep-02	\$ 9,066.50	Heartland America/Workforce Dev Training
Custer	20-Sep-02	\$ 3,997.50	Pacer Corporation/Workforce Dev Training
Clark	23-Sep-02	\$ 30,000.00	Turkey Plant Engineer Study
Clark	23-Sep-02	\$ 4,922.20	Research/Processing Facility
Reva	26-Sep-02	\$ 10,000.00	Reva Area Comm/Econ Dev
Roscoe	26-Sep-02	\$ 4,823.00	Roscoe Comm/Econ Dev
Watertown	18-Oct-02	\$ 50,000.00	Smith Equipment/Workforce Dev Training
North Sioux City	19-Nov-02	\$ 228,000.00	IAMS/Workforce Dev Training
Brandon	20-Nov-02	\$ 1,869.75	Luverne Truck Equipment/Workforce Dev Training
Centerville	20-Nov-02	\$ 15,000.00	Centerville Legion Community DevEcon Dev
Fairfax	1-Dec-02	\$ 12,000.00	Fairfax Community Development/Econ Dev
state-wide	3-Dec-02	\$ 480,000.00	Regional/SBDC Toolbox CY2003
Corsica	5-Dec-02	\$ 5,400.00	Corsica Comm/Econ Dev Development
Tabor	6-Dec-02	\$ 37,000.00	Tabor Comm/Econ Dev
White River	6-Dec-02	\$ 35,000.00	White River Comm/Econ Dev
state-wide	11-Dec-02	\$ 20,000.00	DECA Training
state-wide	11-Dec-02	\$ 200,000.00	Rural Business Investment/Enhance Ag Dev
Sioux Falls	12-Dec-02	\$ 26,500.00	Southeast Technical Institute/Workforce Dev Training
Lead	26-Dec-02	\$ 290,000.00	Neutrino Underground Lab
Sioux Falls	26-Dec-02	\$ 25,000.00	Identification Card System/Research
Mitchell	30-Dec-02	\$ 347,400.00	Technical Institute Equipment/Training
Sioux Falls	30-Dec-02	\$ 252,000.00	Southeast Technical Institute Equipment/Training
Watertown	30-Dec-02	\$ 447,070.00	Lake Area Technical Institute Equipment/Training
Custer	31-Dec-02	\$ 999.95	Custer Comm/Econ Dev Action Team
Pierre	31-Dec-02	\$ 110,000.00	Memorial Complex - Pierre/Tourism Promotion
Roscoe	31-Dec-02	\$ 16,000.00	Roscoe Comm/Econ Dev
Sioux Falls	31-Dec-02	\$ 1,500,000.00	Health Science Facility/Training
Watertown	31-Dec-02	\$ 100,000.00	Learning Without Limits -Research-Wtn School
Alcester	17-Mar-03	\$ 40,000.00	American Family Farms Packing Company/Workforce Dev Trng
Lennox	2-Apr-03	\$ 200,000.00	Ware Manufacturing/Workforce Dev Training
Miller	2-Apr-03	\$ 4,945.21	DataTrak/Workforce Dev Training
Redfield	2-Apr-03	\$ 40,000.00	Synergy Solutions/Workforce Dev Training
Rapid City	14-Apr-03	\$ 278,728.00	Western Dakota Tech Institute Equipment/Training
Midland	1-May-03	\$ 2,200.00	Midland Comm/Econ Dev Development
Rapid City	6-May-03	\$ 60,000.00	ASI/Workforce Dev Training
state-wide	15-May-03	\$ 581,911.00	Regents Course Redesign/Training
Rapid City	20-May-03	\$ 150,000.00	Ellsworth Task Force/Retention
Madison	4-Jun-03	\$ 94,461.00	Gehl Manufacturing/Workforce Dev Training
Rapid City	4-Jun-03	\$ 8,000.00	RPM & Associates/Workforce Dev Training
Yankton	23-Jun-03	\$ 35,707.05	M-tron Industries/Workforce Dev Training

City	Date	Amount	Project
Madison	30-Jun-03	\$ 100,000.00	Lake Area Improvement Corp/Workforce Dev Training
Total FY2003		\$ 11,315,530.82	
Aberdeen	1-Jul-03	\$ 5,000.00	Deptof Labor- Labor Follow-up System
Sioux Falls	1-Jul-03	\$ 500,000.00	Hematech/Research
state-wide	1-Jul-03	\$ 60,000.00	SBIR/Research/Economic Development
state-wide	1-Jul-03	\$ 555,611.00	Board of Regents/Math & Science Labs
Sioux Falls	8-Jul-03	\$ 4,495.92	Midwest Precision Tool and Die, Inc./Workforce Dev Training
Watertown	25-Jul-03	\$ 98,604.50	OEM Worldwide/Workforce Dev Training
Webster	25-Jul-03	\$ 12,000.00	EDP Engineering Group, Inc./Workforce Dev Training
state-wide	1-Aug-03	\$ 175,000.00	The O.A.R. Group/Enhance SD Beef Industry
Sturgis	1-Sep-03	\$ 320,000.00	Sturgis Industrial Expansion Corp/Econ Dev
Spearfish	8-Sep-03	\$ 2,475.00	Black Hills Sandwich Company/Workforce Dev Training
Sturgis	9-Sep-03	\$ 100,000.00	Dakota Arms, Inc./Workforce Dev Training
Brookings	11-Sep-03	\$ 30,000.00	SDSU Lohr Laboratory/Research
Sioux Falls	1-Oct-03	\$ 50,000.00	Sioux Falls Dev Foundation/Viking Promotion
Mitchell	15-Oct-03	\$ 50,000.00	Mitchell Prehistoric Indian Village/Reseach/Promo
Sturgis	30-Oct-03	\$ 1,168.82	Bruce Bowen and Company/Workforce Dev Training
Brookings	3-Nov-03	\$ 300,000.00	Enterprise Institute/Workforce Dev Training
Eureka	3-Nov-03	\$ 25,000.00	Addax Telecom Inc./Workforce Dev Training
Northwest region	1-Dec-03	\$ 130,000.00	Black Hills Community Economic Development
Watertown	2-Dec-03	\$ 1,628.97	ESCO Manufacturing/Workforce Dev Training
state-wide	2-Dec-03	\$ 114,853.00	Aerostar International/Workforce Dev Training
Piedmont	2-Dec-03	\$ 1,161.60	Mountain Movers Construction/Workforce Dev Training
Brookings	1-Jan-04	\$ 450,000.00	SD Enterprise Institute
state-wide	2-Jan-04	\$ 55,981.00	P-Americas/Workforce Dev Training
state-wide	4-Jan-04	\$ 291,700.00	Small Business Development Centers
state-wide	4-Jan-04	\$ 65,000.00	Procurement Center
Brookings	7-Jan-04	\$ 121,432.00	Larson Manufacturing/Workforce Dev Training
Central City	7-Jan-04	\$ 936.15	International Molded Packaging/Workforce Dev Training
Alcester	7-Jan-04	\$ 30,567.60	American Family Farms/Workforce Dev Training
state-wide	4-Jan-04	\$ 150,000.00	Dakota Corp
Sioux Falls	12-Jan-04	\$ 100,000.00	Killian Community College
Oacoma	12-Jan-04	\$ 300,000.00	Town of Oacoma
state-wide	15-Jan-04	\$ 275,000.00	South Dakota Heritage Fund
Rapid City	15-Jan-04	\$ 8,000.00	SDSM&T - training
Milbank	26-Jan-04	\$ 70,000.00	Synergy Solutions/Workforce Dev Training
Sioux Falls	26-Jan-04	\$ 60,000.00	Graco, Inc./Workforce Dev Training
Sturgis	29-Jan-04	\$ 1,783.30	Cycle Security/Workforce Dev Training
Belle Fourche	5-Feb-04	\$ 30,000.00	Belle Fourche Chamber
Eagle Butte	25-Feb-04	\$ 100,000.00	Four Bands Community Fund/Mitchell Indian Village
state-wide	10-Mar-04	\$ 220,650.00	Dakota Manufacturing Extension Partnership
Black Hills	1-Apr-04	\$ 134,000.00	Black Hills Vision
state-wide	15-Mar-04	\$ 4,874.20	IEC-Dakotas/Workforce Dev Training
Dell Rapids	15-Mar-04	\$ 1,400.00	Buskerud Construction/Workforce Dev Training
Madison	23-Mar-04	\$ 9,431.91	Hunter Publishing/Workforce Dev Training
Watertown	22-Apr-04	\$ 40,000.00	Terex Telect/Workforce Dev Training

City	Date	Amount	Project
Aberdeen	22-Apr-04	\$ 6,048.00	TCF-Aerovent/Workforce Dev Training
Madison	22-Apr-04	\$ 6,286.00	May & Scofield/Workforce Dev Training
Yankton	22-Apr-04	\$ 26,649.00	Southeast Job Link/Workforce Dev Training
Rapid City	22-Apr-04	\$ 8,000.00	RPM & Associates/Workforce Dev Training
state-wide	7-May-04	\$ 95,353.00	Branded Beef Initiative
Rapid City	17-May-04	\$ 1,000.00	All Communications/Workforce Dev Training
state-wide	1-Jun-04	\$ 437,857.00	Regents/Course redesign
Wtrn/Aberdeen	1-Jun-04	\$ 200,000.00	Verifications - Training
Woonsocket	10-Jun-04	\$ 100,000.00	Van Dykes/Workforce Dev Training
Aberdeen	10-Jun-04	\$ 32,122.00	Hub City/Workforce Dev Training
Miller	10-Jun-04	\$ 4,836.73	DataTrak/Workforce Dev Training
Brandon	10-Jun-04	\$ 68,350.00	Crimson Fire/Workforce Dev Training
Watertown	28-Jun-04	\$ 23,142.93	Angus Palm/Workforce Dev Training
Total FY2004		\$ 6,067,399.63	
state-wide	1-Jul-04	\$ 4,000.00	Dept of Labor/Follow-up System
state-wide	1-Jul-04	\$ 60,000.00	Planning Districts 2005
state-wide	1-Jul-04	\$ 30,000.00	SD Chamber of Commerce & Industry
state-wide	1-Jul-04	\$ 33,296.00	Planning Districts 2005
state-wide	4-Jul-04	\$ 202,000.00	SBIR Center
Dakota Dunes	23-Jul-04	\$ 250,000.00	Premier Bankcard/Workforce Dev Training
Canton	26-Jul-04	\$ 50,000.00	Adams Thermal/Workforce Dev Training
Dakota Dunes	15-Jul-04	\$ 200,000.00	Steck Wholesale Foods
Arlington	1-Aug-04	\$ 11,000.00	Global Polymer Industries
Huron	1-Aug-04	\$ 1,000,000.00	Dakota Turkey Growers
Vermillion	1-Aug-04	\$ 200,000.00	Masaba Mining Equipment
Watertown	16-Aug-04	\$ 125,000.00	Acro Tech Midwest
Sturgis	17-Aug-04	\$ 174,338.13	Dakota Arms/Workforce Dev Training
Sioux Falls	23-Aug-04	\$ 16,311.32	Meta Payment Systems/Workforce Dev Training
Eagle Butte	23-Aug-04	\$ 13,060.00	Lakota Technologies/Workforce Dev Training
state-wide	1-Sep-04	\$ 25,000.00	South Dakota Rural Development
Watertown	10-Sep-04	\$ 125,000.00	AcroTech Plastics/Workforce Dev Training
Watertown	10-Sep-04	\$ 20,000.00	Minntronix/Workforce Dev Training
Brookings	10-Sep-04	\$ 27,941.40	Measurement Technologies Laboratory/Workforce Dev Training
state-wide	14-Sep-04	\$ 75,000.00	Wind Resource Assessment Network
Custer	24-Sep-04	\$ 5,414.10	Pacer Corporation/Workforce Dev Training
Yankton	1-Oct-04	\$ 50,000.00	Rtec/Assist with providing training to area manufacturers
Mitchell	1-Nov-04	\$ 900,000.00	AKG Midwest
North Sioux City	5-Nov-04	\$ 4,742.40	EZ Drop/Workforce Dev Training
Sioux Falls	5-Nov-04	\$ 49,344.55	Balance Systems, Inc./Workforce Dev Training
North Sioux City	5-Nov-04	\$ 30,000.00	Steck Wholesale Bakery/Workforce Dev Training
North Sioux City	5-Nov-04	\$ 30,000.00	Trans-Action Teleservices/Workforce Dev Training
state-wide	22-Nov-04	\$ 100,000.00	SD Certified Products
Rapid City	1-Dec-04	\$ 500,000.00	Rapid City Development Foundation/Incubator
Sioux Falls	10-Dec-04	\$ 48,965.72	Graco, Inc./Workforce Dev Training
state-wide	1-Jan-05	\$ 220,650.00	SD Manufacturing Expansion Program/Technical Assistance to manufact.
state-wide	1-Jan-05	\$ 346,867.00	SBDC's/Assist Entrepreneurs & Existing Businesses

City	Date	Amount	Project
Yankton	11-Jan-05	\$ 16,758.00	Southeast Job Link/Workforce Dev Training
state-wide	1-Feb-05	\$ 100,000.00	SD Ag & Rural Leadership/Future Leaders Training
Sioux Falls	1-Mar-05	\$ 600,000.00	Qwest/Expansion
Lennox	1-Mar-05	\$ 300,000.00	Parkview Metals/Job Retention
Yankton	8-Mar-05	\$ 100,000.00	Baldwin Filters/Expansion
Brookings	8-Mar-05	\$ 100,000.00	Growth Partnership/Research & Development of New Technology
Aberdeen	8-Mar-05	\$ 30,000.00	Progressive Financial Services/Workforce Dev Training
Britton	23-Mar-05	\$ 3,250.00	Horton, Inc./Workforce Dev Training
Vermillion	23-Mar-05	\$ 1,544.81	SD Health Technology Innovations, Inc/Workforce Dev Training
Rapid City	24-Mar-05	\$ 250,000.00	SDSM&T/Zyvex - equipment
state-wide	28-Apr-05	\$ 87,200.00	Hogan Attorneys at Law - SD CERTIFIED
state-wide	1-Jun-05	\$ 200,000.00	Paulsen Marketing/Made In South Dakota
state-wide	8-Jun-05	\$ 50,000.00	SDSU - SD Certified Beef Program Training
North Sioux City	20-Jun-05	\$ 107,454.00	Interbake Foods LLC/Workforce Dev Training
Aberdeen	21-Jun-05	\$ 34,500.00	Hub City/Workforce Dev Training
Watertown	21-Jun-05	\$ 30,000.00	Terex Telect/Workforce Dev Training
Veblen	21-Jun-05	\$ 40,000.00	Premium Composites/Workforce Dev Training
Total FY2005		\$ 6,978,637.43	
state-wide	1-Jul-05	\$ 4,000.00	Dept of Labor/Follow-up System
Custer	1-Jul-05	\$ 250,000.00	Pacer Corporation - training, equipment
state-wide	1-Jul-05	\$ 150,000.00	Great Plains Education Foundation - scholarships
state-wide	1-Jul-05	\$ 444,293.00	Gov's Research Seed Grants
Sioux Falls	1-Jul-05	\$ 1,000,000.00	John Morrell - expansion costs
North Sioux City	1-Jul-05	\$ 300,000.00	Portionables - equipment costs
state-wide	1-Jul-05	\$ 125,770.00	Lawrence & Schiller - CERTIFIED Beef
Lyons	25-Jul-05	\$ 12,000.00	Rosebauer America/Workforce Dev Training
Yankton	25-Jul-05	\$ 16,758.00	Regional Technical Education Center/Workforce Dev. Training
Watertown	25-Jul-05	\$ 60,000.00	Verifications/Workforce Dev Training
Mitchell	25-Jul-05	\$ 150,000.00	AKG Midwest/Workforce Dev Training
Alpena	1-Aug-05	\$ 100,000.00	LSI - expansion costs
Rapid City	15-Aug-05	\$ 6,500.00	West Central Manufacturing/Workforce Dev Training
Mobridge	15-Aug-05	\$ 18,000.00	Lakota Office and Technology/Workforce Dev Training
Yankton	15-Aug-05	\$ 27,820.72	Kolberg Pioneer/Workforce Dev Training
Eagle Butte	15-Aug-05	\$ 10,875.00	Nova CTI/Workforce Dev Training
Aberdeen	25-Aug-05	\$ 6,246.00	TCF Aerovent/Workforce Dev Training
Sturgis	25-Aug-05	\$ 27,764.24	Dakota Arms/Workforce Dev Training
Yankton	19-Sep-05	\$ 90,289.00	Gehl Manufacturing/Workforce Dev Training
Sioux Falls	19-Sep-05	\$ 27,833.85	Esurance/Workforce Dev Training
western SD	1-Nov-05	\$ 250,000.00	Battelle - research services
Black Hawk	8-Nov-05	\$ 21,081.13	Black Hills Engineering & Manufacturing/Workforce Dev Training
Aberdeen	8-Nov-05	\$ 9,628.50	Midstates Printing/Workforce Dev Training
Vermillion	8-Nov-05	\$ 1,600.00	SDHTI/Workforce Dev Training
Vermillion	8-Nov-05	\$ 59,888.84	Masaba Mining Equipment/Workforce Dev Training
Watertown	28-Nov-05	\$ 2,448.44	Angus Palm/Workforce Dev Training
Webster	28-Nov-05	\$ 1,402.66	Dakota Foundry/Workforce Dev Training
Milbank	6-Dec-05	\$ 33,000.00	Link It Software/Workforce Dev Training
Sioux Falls	12-Dec-05	\$ 145,000.00	Qwest/Workforce Dev Training
Mitchell	30-Dec-05	\$ 4,034.00	Twin City Fan/Workforce Dev Training

City	Date	Amount	Project
Yankton	30-Dec-05	\$ 4,480.54	Applied Engineering/Workforce Dev Training
Yankton	30-Dec-05	\$ 54,253.00	Regional Technical Education Center/Workforce Dev. Training
Brookings	1-Jan-06	\$ 100,000.00	SDSU - Design/Eng for construction of digester
Vermillion	1-Jan-06	\$ 70,000.00	USD - PTAC
Rapid City	1-Jan-06	\$ 50,000.00	N3TEC- Research
state-wide	1-Jan-06	\$ 220,350.00	MEP - Technical assistance for manufacturers
state-wide	1-Jan-06	\$ 98,810.00	SBIR - assisting businesses to meet federal research/development needs
North Sioux City	1-Jan-06	\$ 45,000.00	Badger - assist with training costs
Sioux Falls	31-Jan-06	\$ 1,882.00	Midwest Precision Tool & Die/Workforce Dev. Training
Aberdeen	31-Jan-06	\$ 5,165.00	Midstates Printing/Workforce Dev Training
Miller	31-Jan-06	\$ 19,694.34	DataTrak/Workforce Dev Training
Milbank	31-Jan-06	\$ 6,000.00	Golden Pond Software/Workforce Dev Training
Huron	31-Jan-06	\$ 1,650.00	Trussbilt, LLC/Workforce Dev Training
Sioux Falls	24-Feb-06	\$ 14,812.72	Bell, Inc./Workforce Dev Training
Aberdeen	24-Feb-06	\$ 12,242.52	IKOR Life Sciences/Workforce Dev Training
Brookings, Sioux Falls	24-Feb-06	\$ 92,176.74	CAPITAL Card Services/Workforce Dev Training
Sioux Falls	1-Mar-06	\$ 100,000.00	SD Technology Center - To assist with expansion
state-wide	6-Mar-06	\$ 30,000.00	Gov's Giant Vision Awards
Sioux Falls	10-Mar-06	\$ 986.00	Barker Capital/Workforce Dev Training
North Sioux City	10-Mar-06	\$ 75,000.00	MachineryLink/Workforce Dev Training
Sisseton	10-Mar-06	\$ 2,568.20	Woodland Cabinetry/Workforce Dev Training
Milbank	3-Apr-06	\$ 9,549.00	Golden Pond Software/Workforce Dev Training
Salem	4-Apr-06	\$ 35,536.72	Feterl Manufacturing/Workforce Dev Training
Sioux Falls	6-Apr-06	\$ 68,619.24	Esurance/Workforce Dev Training
Rapid City	6-Apr-06	\$ 51,900.00	ASI/Workforce Dev Training
North Sioux City	18-Apr-06	\$ 75,000.00	Badger Holding/Workforce Dev Training
Vermillion	1-May-06	\$ 367,258.00	USD - Spinal Cord research
state-wide	1-May-06	\$ 47,250.00	Regents/Washington Cneter - to assist with training costs
Sioux Falls	4-May-06	\$ 35,000.00	Price Consulting/Workforce Dev Training
Custer	5-May-06	\$ 20,000.00	Pacer Corporation/Workforce Dev Training
Rapid City	5-May-06	\$ 200,000.00	GE Consumer Finance/Workforce Dev Training
Huron	15-May-06	\$ 5,833.60	Horizontal Machining and Manufacturing
Aberdeen	15-May-06	\$ 1,742.00	Midstates Printing/Workforce Dev Training
Clear Lake	16-May-06	\$ 1,214.70	Empi, Inc./Workforce Dev Training
Aberdeen	30-May-06	\$ 6,426.00	Twin City Fan/Workforce Dev Training
Sioux Falls	30-May-06	\$ 8,070.00	Milo Belle/Workforce Dev Training
Watertown	30-May-06	\$ 4,740.19	Twin City Die Casting/Workforce Dev Training
Spearfish	30-May-06	\$ 6,300.00	GSE Clay Lining/Workforce Dev Training
Huron	1-Jun-06	\$ 72,800.00	Dakota Provisions/Workforce Dev Training
Brookings	20-Jun-06	\$ 60,203.25	3M/Workforce Dev Training
Watertown	20-Jun-06	\$ 8,137.20	Angus Palm/Workforce Dev Training
Brookings, Yankton	29-Jun-06	\$ 44,250.00	Dakota MEP/Workforce Dev Training
Total FY2006		\$ 5,491,134.34	
Rapid City	7/1/06	\$ 1,000,000.00	Zyvex - strengthen research
state-wide	7/1/06	\$ 50,000.00	Planning Dists - Technical assistance
state-wide	7/1/06	\$ 88,942.00	SBDC's business assistance
Yankton	7/1/06	\$ 75,000.00	R-Star - Business start-up costs
state-wide	7/1/06	\$ 441,760.00	Regents - develop research capabilities/enhancing technology infrastructure
state-wide	7/1/06	\$ 25,000.00	SD Rural Dev - assist rural development

City	Date	Amount	Project
state-wide	7/1/06	\$ 4,000.00	Dept Labor - assist with the Follow-up Program
Watertown	12-Jul-06	\$ 23,760.00	Dakota Bodies/Workforce Dev Training
Mitchell	21-Jul-06	\$ 150,000.00	Verifications, Inc. Workforce Dev Training
Rapid City	1-Aug-06	\$ 191,426.00	Western Dakota Tech - equipment upgrades for training
Sioux Falls	1-Aug-06	\$ 225,000.00	SE Technicial Institute - equipment upgrades for training
Mitchell	1-Aug-06	\$ 254,624.00	Mitchell Tech Institute - equipement upgrades for training
Watertown	1-Aug-06	\$ 178,950.00	Lake Area Tech Institute - equipment upgrades for training
Chamberlain	1-Aug-06	\$ 10,000.00	Hall of Fame marketing SD
Sioux Falls	2-Aug-06	\$ 14,350.85	Liberty Point Corporation/Workforce Dev Training
Yankton	2-Aug-06	\$ 3,766.83	Kolberg-Pioneer/Workforce Dev Training
Rapid City	9-Aug-06	\$ 350,000.00	NEW Corporation/Workforce Dev Training
Huron	23-Aug-06	\$ 80,000.00	Dakota Provisions/Workforce Dev Training
Rapid City	23-Aug-06	\$ 1,915.00	e-Venture/Workforce Dev Training
Yankton	31-Aug-06	\$ 4,226.38	Kolberg-Pioneer/Workforce Dev Training
Sioux Falls	31-Aug-06	\$ 1,050.00	Affinity Solutions/Workforce Dev Training
Mitchell	31-Aug-06	\$ 18,114.60	Trail King/Workforce Dev Training
Brookings	1-Sep-06	\$ 500,000.00	Growth Partnership - SDSU Research Park
Sioux Falls	1-Sep-06	\$ 30,000.00	SDREI - foster economic development in SD
North Sioux City	1-Sep-06	\$ 200,000.00	Alorica business start-up costs
state-wide	1-Sep-06	\$ 50,000.00	Dakota Roots
state-wide	6-Sep-06	\$ 50,000.00	VAACD - research/implement Transportation issues
Vermillion	14-Sep-06	\$ 688.00	South Dakota Health Technology Innovations, Inc./Workforce Dev Training
Brookings	14-Sep-06	\$ 24,000.00	Daktronics/Workforce Dev Training
Sioux Falls	14-Sep-06	\$ 10,284.00	CSD Ventures/Workforce Dev Training
Sioux Falls	14-Sep-06	\$ 30,000.00	Omnitech/Workforce Dev Training
North Sioux City	14-Sep-06	\$ 200,000.00	Gateway/Workforce Dev Training
Watertown	31-Oct-06	\$ 2,000.00	Enercept/Workforce Dev Training
Yankton	31-Oct-06	\$ 26,204.00	Wilson Trailer/Workforce Dev Training
Huron	31-Oct-06	\$ 13,153.00	Huron Area Manufacturers Assn./Workforce Dev Training
North Sioux City	22-Nov-06	\$ 700,000.00	Alorica/Workforce Dev Training
Yankton	22-Nov-06	\$ 5,000.00	Kolberg-Pioneer/Workforce Dev Training
Yankton	22-Nov-06	\$ 7,650.00	Applied Engineering/Workforce Dev Training
Belle Fourche	22-Nov-06	\$ 800.00	Johnson Electric/Workforce Dev Training
Kyle	12-Dec-06	\$ 100,000.00	Oglala Lakota College - assist to develop a program
North Sioux City	19-Dec-06	\$ 30,000.00	Edge Teleservices/Workforce Dev Training
Alpena	19-Dec-06	\$ 50,000.00	LSI, Inc./Workforce Dev Training
FY2007 year to date		\$ 5,221,664.66	
Total		\$ 50,039,668.00	