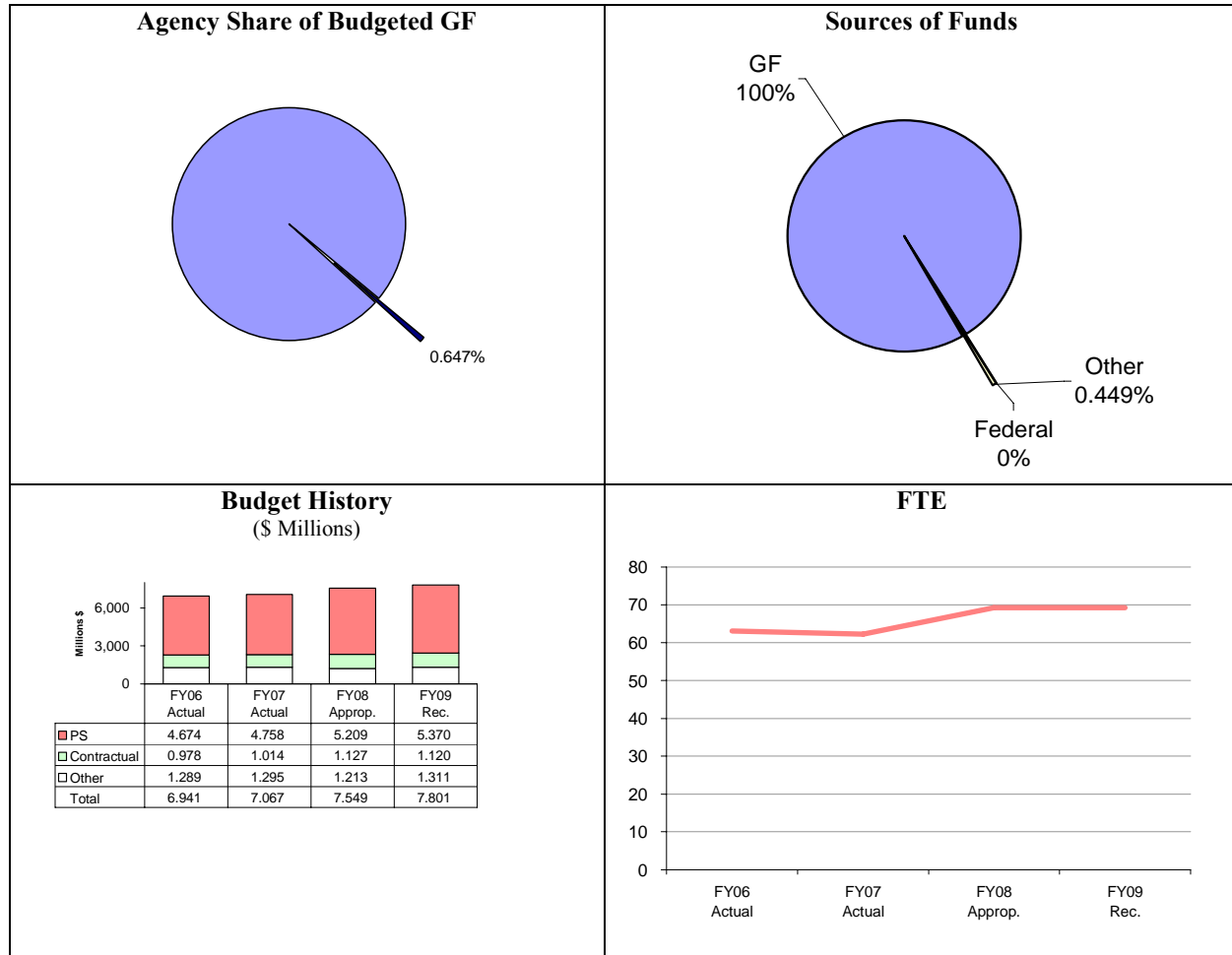


# FY2009 Budget Briefing

# The Legislature



## Key Responsibilities

- Established by Article III of the State Constitution, the Legislature represents the people of South Dakota.
- It promotes and protects the general welfare by: (1) establishing state policy through the consideration and passage of legislation, and (2) overseeing the rest of state government.
- The Legislature is staffed by two service agencies: the Legislative Research Council which analyzes state policy and drafts legislation and the Department of Legislative Audit which performs financial post-audits.

## Legislative Branch Total

The legislative budget is funded primarily from the State General Fund; only about 0.5% of the recommended budget comes from other funds. For FY2009, the legislative agencies request, as approved by the LRC Executive Board, \$7,747,873 and 69.3 FTEs. The Governor recommends \$7,800,892 and 69.3 FTEs. This is an increase of \$252,256 (3.3%) from FY2008.

	Actual FY07	Budgeted FY08	Agency Req. FY09	Gov Rec. FY09	Inc/Dec FY09	% Change From FY08
Personal Services	4,757,740	5,209,491	5,285,671	5,370,287	160,796	3.1%
Travel	1,041,670	967,200	1,077,033	1,062,986	95,786	9.9%
Contractual Services	1,013,722	1,126,639	1,137,480	1,119,930	(6,709)	(0.6%)
Supplies & Materials	169,352	228,553	234,459	234,459	5,906	2.6%
Grants And Subsidies					-	0.0%
Capital Outlay	84,419	16,753	13,230	13,230	(3,523)	(21.0%)
Other					-	0.0%
<b>Total</b>	<b>7,066,903</b>	<b>7,548,636</b>	<b>7,747,873</b>	<b>7,800,892</b>	<b>252,256</b>	<b>3.3%</b>
<b>Funding Types</b>						
General	7,060,103	7,513,636	7,712,873	7,765,892	252,256	3.4%
Federal	0	0	0	0	-	0.0%
Other	6,800	35,000	35,000	35,000	-	0.0%
<b>Total</b>	<b>7,066,903</b>	<b>7,548,636</b>	<b>7,747,873</b>	<b>7,800,892</b>	<b>252,256</b>	<b>3.3%</b>
FTE	62.3	69.3	69.3	69.3	-	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 2.5% 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, which are shared among the legislative agencies, are as follows:

	General Funds	Federal Funds	Other Funds	Total
2.5% PACE Movement	0	0	0	0
2.5% Across-the-Board	106,600	0	0	106,600
Health Insurance	13,750	0	0	13,750
	120,350	0	0	120,350

Net of this salary policy increase, the Governor's recommendation is \$7,680,542, which is a reduction of \$67,331 of the combined agency request. Agency detail will be provided prior to the hearing.

## Legislative Research Council

Created by chapter 2-9, the members of the Senate and the House of Representatives comprise the membership of the Legislative Research Council (LRC). The 15 member Executive Board appoints the director who hires all other LRC employees. Through the LRC, legislative policies are analyzed, and legislation is drafted. The Office of Code Counsel is also organized within the LRC. The Code Counsel assists the Code Commission in the revision and publication of the South Dakota Codified Laws; the Counsel also staffs the Rules Review Committee.

The agency requests \$4,903,676 and 33.3 FTEs. The Governor recommends \$4,981,947 and 33.3 FTEs. This is an increase of \$247,779 (5.2%) from FY2008 and increase of \$78,271 from the agency's request. However, part of the amount recommended by the Governor is absorbed by salary, health insurance, and space allocation costs, effectively reducing the agency's request.

	Actual FY07	Budgeted FY08	Agency Req. FY09	Gov Rec. FY09	Inc/Dec FY09	% Change From FY08
Personal Services	2,501,456	2,734,387	2,787,085	2,895,183	160,796	5.9%
Travel	930,045	840,081	949,914	935,867	95,786	11.4%
Contractual Services	849,413	951,559	950,630	934,850	(16,709)	(1.8%)
Supplies & Materials	142,167	196,553	204,459	204,459	7,906	4.0%
Grants And Subsidies					-	0.0%
Capital Outlay	45,479	11,588	11,588	11,588	-	0.0%
Other					-	0.0%
<b>Total</b>	<b>4,468,560</b>	<b>4,734,168</b>	<b>4,903,676</b>	<b>4,981,947</b>	<b>247,779</b>	<b>5.2%</b>
<b>Funding Types</b>						
General	4,461,759	4,699,168	4,868,676	4,946,947	247,779	5.3%
Federal	0	0	0	0	-	0.0%
Other	6,800	35,000	35,000	35,000	-	0.0%
<b>Total</b>	<b>4,468,559</b>	<b>4,734,168</b>	<b>4,903,676</b>	<b>4,981,947</b>	<b>247,779</b>	<b>5.2%</b>
FTE	29.5	33.3	33.3	33.3	-	0.0%

## Revenues

	FY07			FY08			FY09
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Document Room Receipts and Copies	9,064	8,352	(712)	7,415	8,352	937	8,352
Room and Computer Charges	7,350	6,950	(400)	7,400	6,950	(450)	6,950
Subscriptions to South Dakota Register	660	705	45	720	705	(15)	705
<b>Total</b>	<b>17,074</b>	<b>16,007</b>	<b>(1,067)</b>	<b>15,535</b>	<b>16,007</b>	<b>472</b>	<b>16,007</b>

## Department of Legislative Audit

The Department of Legislative Audit, headed by the Auditor General, serves the Legislature and the people of the state by providing independent audits and assistance to enhance public accountability by improving the capability of reports and strengthening the operational controls of the state and local governments. In addition to its main office in Pierre, Legislative Audit has field staff in Aberdeen, Huron, Lead, Mitchell, Parker, Rapid City, Sioux Falls, Wallace, and Wentworth; the field staff manager is located in Brookings.

The agency requests \$2,844,197 from the State General Fund and 36.0 FTEs. The Governor recommends \$2,818,945 from the State General Fund. This is an increase of \$4,477 (0.2%) from FY 2008 but a decrease of \$25,252 from the agency's FY09 request.

	Actual FY07	Budgeted FY08	Agency Req. FY09	Gov Rec. FY09	Inc/Dec FY09	% Change From FY08
Personal Services	2,256,284	2,475,104	2,498,586	2,475,104	-	0.0%
Travel	111,625	127,119	127,119	127,119	-	0.0%
Contractual Services	164,310	175,080	186,850	185,080	10,000	5.7%
Supplies & Materials	27,185	32,000	30,000	30,000	(2,000)	(6.3%)
Grants And Subsidies					-	0.0%
Capital Outlay	38,940	5,165	1,642	1,642	(3,523)	(68.2%)
Other					-	0.0%
<b>Total</b>	<b>2,598,344</b>	<b>2,814,468</b>	<b>2,844,197</b>	<b>2,818,945</b>	<b>4,477</b>	<b>0.2%</b>
<b>Funding Types</b>						
General	2,598,344	2,814,468	2,844,197	2,818,945	4,477	0.2%
Federal	0	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
<b>Total</b>	<b>2,598,344</b>	<b>2,814,468</b>	<b>2,844,197</b>	<b>2,818,945</b>	<b>4,477</b>	<b>0.2%</b>
FTE	32.8	36.0	36.0	36.0	0.0	0.0

## Revenues

	FY07			FY08			FY09
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Audit Service Charges	1,308,000	1,242,550	(65,450)	1,322,000	1,322,000	0	1,368,000
Other (Refunds, Interest on Delinquent Accounts, and IPA Workshop Fees)	10,000	26,002	16,002	8,500	8,500	0	8,500
<b>Total</b>	<b>1,318,000</b>	<b>1,268,552</b>	<b>(49,448)</b>	<b>1,330,500</b>	<b>1,330,500</b>	<b>0</b>	<b>1,376,500</b>

Estimated amounts are based on 100% staffing and are dependent upon the date payments are received from the audited entities.

**Selected Performance Indicators**

	FY07			FY08			FY09
	Original Estimate	Actual	Difference Over (Under) Estm.	Original Estimate	Revised Estimate	Change in Estimate	Estimate
Fiscal and Compliance Audits:							
State Agencies	9	9	0	9	9	0	9
Political Subdivisions	49	52	0	49	50	0	52
Nonrecurring Audits or Reviews	5	5	3	5	5	0	4
Internal Control Reviews	15		(12)	15	3	0	3
Independent Public Accountant Reports Reviewed	300	318	(7)	300	285	0	300

**Other Departmental Issues**

**Transfers**

\$135,246 No FTE	Transfer of salary policy and health insurance increase to LRC and Legislative Audit	07/05/20077
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