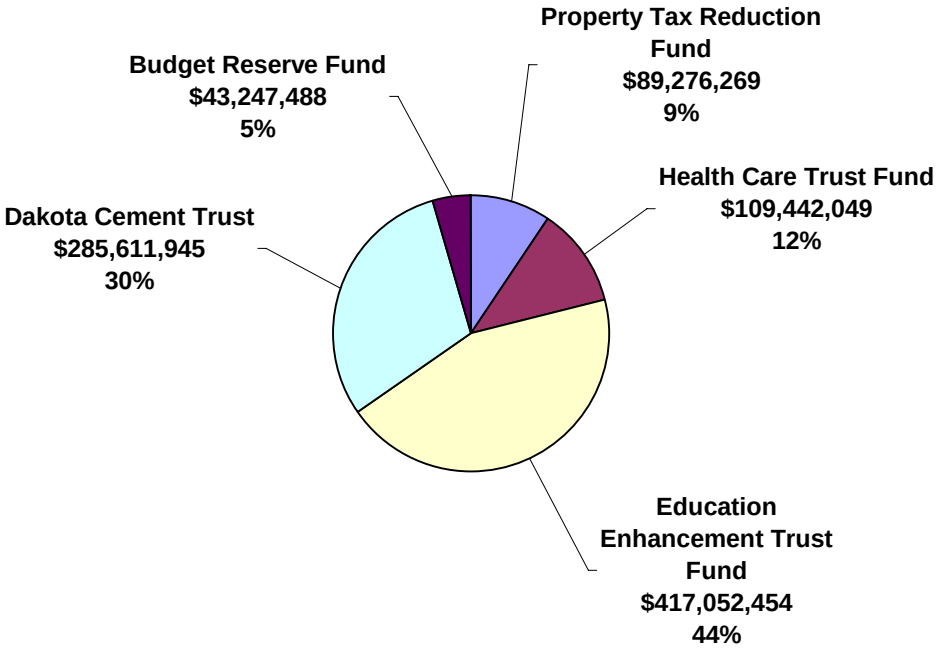
State of South Dakota
Cash and Investment Balances in State Reserve
and Trust Funds as of September 30, 2007

Total Balance $944,630,205



Reserve and Trust Fund Balance Breakdown

	(A) Accumulated Principal Balance	(B) Accumulated Earnings Balance	(A + B) Total Accumulated Balance
Property Tax Reduction Fund ①	$ 89,276,269	$ -	$ 89,276,269
Health Care Trust Fund ②	$ 85,631,024	$ 23,811,025.15	$ 109,442,049
Education Enhancement Trust Fund ②	$ 329,329,930	$ 87,722,523.36	$ 417,052,454
Dakota Cement Trust Fund ③	$ 238,000,000	$ 47,611,944.73	$ 285,611,945
Budget Reserve Fund ④	$ 43,247,488	$ -	$ 43,247,488
	$ 785,484,712	**$ 159,145,493.24**	**$ 944,630,205**

①= Money may be transferred to the General Fund by BFM commissioner for State Aid to Education. Money may also be transferred to the General Fund through an act of the Legislature by a simple majority.
②= Principal and Earnings balance requires a three-fourths vote of the Legislature to be appropriated.
③= There is no provision to appropriate the principal balance per the state's Constitution.
④= Balance requires a two-thirds vote of the Legislature to be appropriated.

It Should be Noted:

- **The cash and investment balances in these funds are subject to restrictions imposed by law through constitutional provisions or enabling legislation on how they can be used.**
- **Spending of these balances will reduce future revenue generated through investing activities.**

Reserve and Trust Fund Earnings in FY2007

	(A) Earnings Added to Principle Balance	(B) Earnings Added to Earnings Balance	(C) Earnings Transferred To General Fund	(A + B + C) Total Earnings
Trust Funds				
Health Care Trust Fund	$ 3,962,605	$ 9,849,145	$ 3,801,228	$ 17,612,978
Education Enhancement Trust Fund	$ 3,846,057	$ 37,442,367	$ 14,986,028	$ 56,274,452
Dakota Cement Trust Fund	$ -	$ 25,778,850	$ 12,571,476	$ 38,350,326
Reserve Funds				
Property Tax Reduction Fund	$ (4,913,211)	$ -	$ 125,178,593	$ 120,265,382
Budget Reserve Fund	$ 317,535	$ -	$ -	$ 317,535
	$ 3,212,986	**$ 73,070,362**	**$ 156,537,325**	**$ 232,820,673**

NOTE: FY2007 amounts were used because it is the most recently completed Fiscal Year.

State of South Dakota
Cash and Investment Balances in State Reserve and Trust Funds
FY 2005 to September 30, 2007

Property Tax Reduction Fund (3033)		**FY2005**	**FY2006**	**FY2007**	**as of September 30, 2007**
Total Cash Balance	①	$91,577,110	$94,189,480	$89,276,269	$89,276,269
Change from Prior Period			$2,612,370	($4,913,211)	$0
Operating Transfers to General Fund to Provide Property Tax Relief through State Aid to Education.		$138,784,709	$150,088,667	$125,178,593	$27,903,778

Health Care Trust Fund (3004)		**FY2005**	**FY2006**	**FY2007**	**as of September 30, 2007**
Principal Balance (accumulated to date)		$79,082,546	$81,668,419	$85,631,024	$85,631,024
Earnings Balance (accumulated to date)		$14,175,400	$16,125,692	$25,974,837	$23,811,025
Total FMV Balance	②	$93,257,946	$97,794,111	$111,605,861	$109,442,049
Change from Prior Period			$4,536,165	$13,811,750	($2,163,812)
Operating Transfers to General Fund for Health Care Related Programs which include, per General Bill: - Dept of Social Services - Medical Services.		$3,497,888	$3,681,850	$3,801,228	$3,656,091

Education Enhancement Trust Fund (3005)		**FY2005**	**FY2006**	**FY2007**	**as of September 30, 2007**
Principal Balance (accumulated to date)		$325,483,873	$325,483,873	$329,329,930	$329,329,930
Earnings Balance (accumulated to date)		$53,232,393	$60,321,982	$97,764,349	$87,722,523
Total FMV Balance	②	$378,716,266	$385,805,855	$427,094,279	$417,052,454
Change from Prior Period			$7,089,589	$41,288,424	($10,041,825)
Operating Transfers to General Fund for Education Enhancement Programs which include, per General Bill:					
- Dept of Health - Tobacco Prevention and Reduction Plan		$750,000			
- Dept of Education - State Aid to General Education		$6,722,231	$10,141,998		
- Dept of Education - State Aid to Special Education		$1,040,161	$1,309,880		
- Dept of Education - Education Service Agencies		$500,000			
- Dept of Education - Technology in Schools		$3,553,385	$3,553,385		
- Dept of Education - Postsecondary Vocational Education		$456,960			
- Dept of Education - State Aid to Ed. & School Technology				$14,986,028	$14,766,915
- Board of Regents - Opportunity Scholarships		$1,300,000			
Total Transfers to General Fund		$14,322,737	$15,005,263	$14,986,028	$14,766,915

Dakota Cement Trust (3003)		**FY2005**	**FY2006**	**FY2007**	**as of September 30, 2007**
Principal Balance (accumulated to date)		$238,000,000	$238,000,000	$ 238,000,000	$ 238,000,000.00
Earnings Balance (accumulated to date)		$16,443,413	$17,805,408	$ 43,584,258	$ 47,611,944.73
Total FMV Balance	②	$254,443,413	$255,805,408	$ 281,584,258	$ 285,611,944.73
Change from Prior Period			$1,361,995	$ 25,778,850	$ 4,027,686.25
Operating Transfers to General Fund for:					
- General Government	③	$12,000,000	$12,000,000	$12,000,000	$0
- Board of Regents - Opportunity Scholarships		$633,125	$1,322,171	$571,476	$0
Total Transfers to General Fund		$12,633,125	$13,322,171	$12,571,476	$0

Budget Reserve Fund (1000 - 0119)		**FY2005**	**FY2006**	**FY2007**	**as of September 30, 2007**
Total Cash Balance	①	$41,862,883	$42,682,740	$43,000,275	$43,247,488
Change from Prior Period			$819,857	$317,535	$247,214
Total Cash and Investment Balances		**$859,857,618**	**$876,277,594**	**$952,560,942**	**$944,630,205**
Transfers to General Fund in Support of State Programs					
- From Property Tax Reduction Fund		$138,784,709	$150,088,667	$125,178,593	$27,903,778
- From State Trust Funds		$30,453,750	$32,009,284	$31,358,732	$18,423,005
Total Transfers to General Fund		**$169,238,458**	**$182,097,951**	**$156,537,324**	**$46,326,783**

NOTES:

① = Property Tax Reduction Fund and Budget Reserve Fund are shown based on balances reported on the state's accounting system.

② = Trust Fund amounts are shown at the actual fair market value of the investment accounts held with the South Dakota Investment Council.

③ = Transfer of $12 million has not been made yet for FY2008.

It Should Be Further Noted:

- **The cash and investment balances in these funds are subject to restrictions imposed by law through constitutional provisions or enabling legislation on how they can be used.**
- **Spending of these balances will reduce future revenue generated through investing activities.**