



SOUTH DAKOTA DEPARTMENT OF THE MILITARY

FY 2015 Budget Hearing
February 20, 2014



Agenda

- **FY2015 Budget Overview**
- **AGO Budget**
- **Army Guard Budget**
- **Air Guard Budget**
- **Special Appropriation**



Governor Daugaard visiting the troops during the 2013 Golden Coyote Exercise



Department of the Military

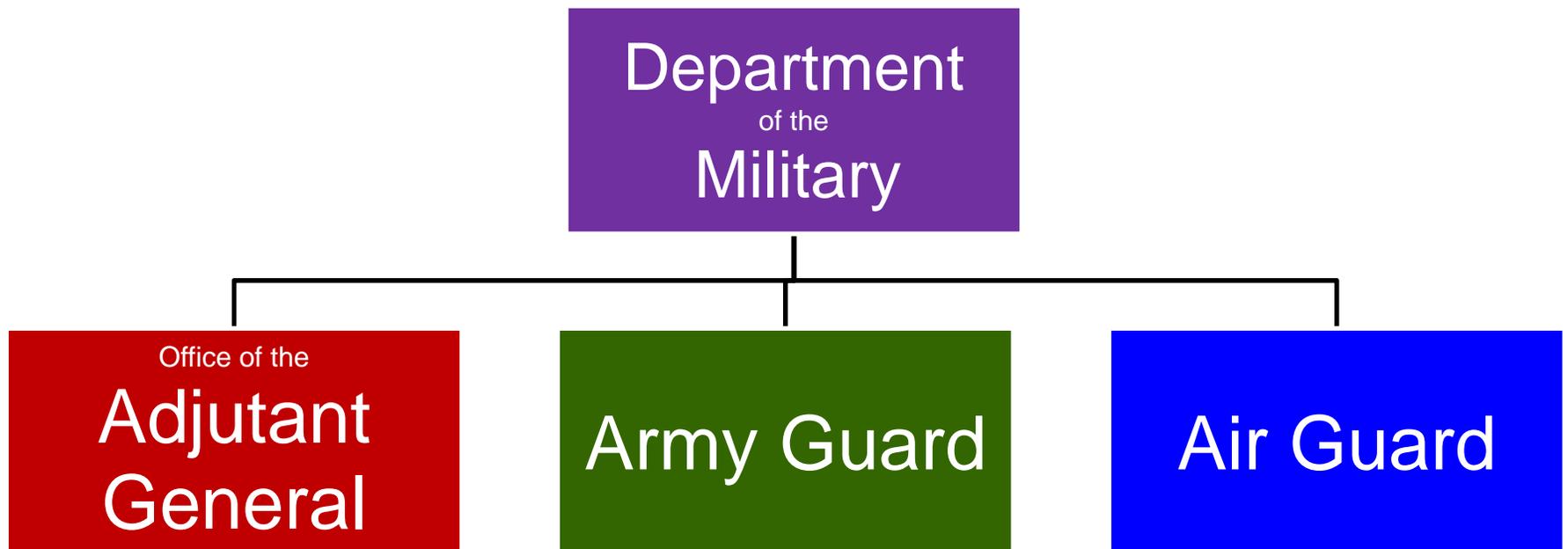
FY 2015 Department Budget Request

	<u>2014 Budget</u>	<u>2015 Request</u>	<u>Change</u>
General Funds	3,283,781	3,694,243	410,462
Federal Funds *	15,975,478	17,775,850	1,800,372
Other Funds	27,647	27,705	-58-
Totals	19,286,906	21,497,798	2,210,892
FTE	105.4	104.4	-1.0

* **Does not include military pay & allowances, flight operations & maintenance.**
- The total economic impact of the SD National Guard exceeds \$180 million per year.



Budget Divisions

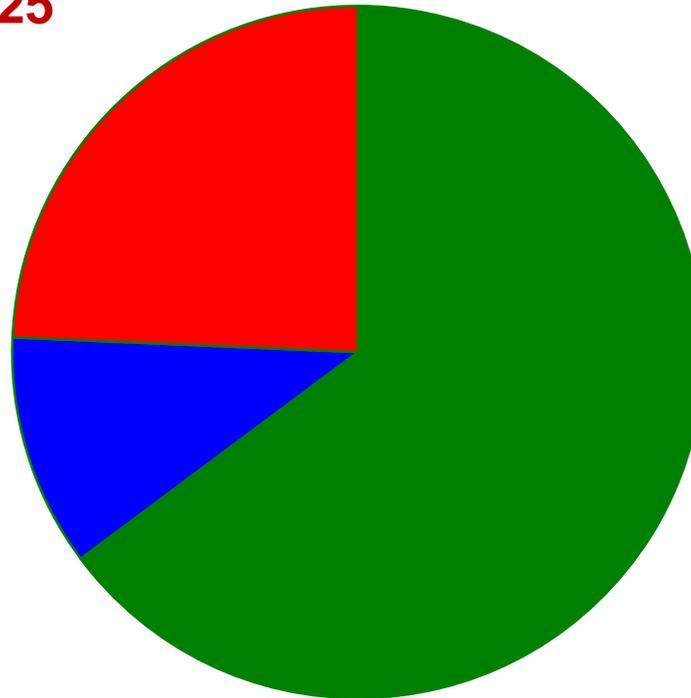




FY2015 Budget Requested General Funds \$ 3,694,243

**Adjutant
General's Office
\$ 898,425**

**Air Guard
\$401,339**



**Army Guard
\$2,394,479**



Office of the Adjutant General

Adjutant General's Office

	2014 Budget	2015 Request	Change
General Funds	944,192	898,425	-45,767
Federal Funds	10,306	10,306	-0-
Other Funds	27,647	27,647	-0-
Totals	982,145	936,378	-45,767
FTE	6.3	5.3	-1.0

Army National Guard





South Dakota Army National Guard

Army National Guard Budget

	2014 Budget	2015 Request	Change
General Funds	1,964,807	2,394,479	429,672
Federal Funds	10,936,686	12,657,489	1,720,803
Other Funds	0	58	58
Totals	12,901,493	15,052,026	2,150,533
FTE	52.1	52.1	0



South Dakota Army National Guard

Personnel Statistics

- **Personnel end strength mission is 3,230 Soldiers**
- **Authorized force structure of 3,024 (206 extra slots)**
 - 361 officers, 116 warrant officers, 2,547 enlisted personnel
- **Current strength is 3,233 (106.9% of authorized)**
- **Full-time federal employees: 589**
 - 296 federal technicians & 293 AGRs
- **State employees: 52.1 FTE**



South Dakota Army National Guard

Watertown Readiness Center

Ribbon-Cutting held on September 7, 2013





South Dakota Army National Guard

Military Construction Projects on the 2011-2018 Fiscal Year Defense Plan

FY 2011 – Watertown Readiness Center - \$25 million

FY 2012 – None

FY 2013 – None

FY 2014 – None

FY 2015 – None

FY 2016 – None

FY 2017 – None

FY 2018 – None

The FY 2019 project list is to be released in April



South Dakota Army National Guard

South Dakota's Aging Armories

<u>Location</u>	<u>Year Built</u>	<u>Current Age</u>
Aberdeen	1964	50 years old
Belle Fourche	1954	60 years old
Brookings	1976	38 years old
Chamberlain	1958	56 years old
DeSmet	1994	20 years old
Ellsworth AFB	2008	6 years old
Flandreau	1984	30 years old
Huron	1956	58 years old



South Dakota Army National Guard

South Dakota's Aging Armories

<u>Location</u>	<u>Year Built</u>	<u>Current Age</u>
Madison	1960	54 years old
Milbank	1974	40 years old
Mitchell	1959	55 years old
Mobridge	2007	7 years old
Parkston	1978	36 years old
Pierre	1975	39 years old
Rapid City (<i>Range Road</i>)	1964	20 years old
Rapid City (<i>Duke Corning</i>)	1990	24 years old



South Dakota Army National Guard

South Dakota's Aging Armories

<u>Location</u>	<u>Year Built</u>	<u>Current Age</u>
Rapid City <i>(RC Airport)</i>	1980	34 years old
Sioux Falls	1992	22 years old
Spearfish	2002	12 years old
Sturgis	1979	35 years old
Vermillion	1989	25 years old
Wagner	1963	51 years old
Watertown	2013	1 year old
Yankton	1976	38 years old



South Dakota Army National Guard

Sustainment Projects

Authorizing \$310,531 in general funds will allow us to accomplish projects utilizing \$1,154,544 in matching federal funds.

- **Repair HVAC Mitchell Armory**
- **Repair HVAC Huron Armory**
- **Repair Latrines – Building 68 - Ft. Meade**
- **Repair/Replace Deck/Roof – Buildings 54, 58 & 60 – Ft. Meade**
- **Repair Room 130 – UTES – Sioux Falls**



South Dakota Army National Guard

Modernization Projects

Authorizing \$84,369 in general funds will allow us to accomplish projects utilizing \$335,507 in matching federal funds.

- **Correct Parking Deficiencies - Yankton**
- **Relocate Refuse Collection - Brookings**



South Dakota Army National Guard

Energy Projects

Authorizing \$14,885 in general funds will allow us to accomplish projects utilizing \$149,090 in matching federal funds.

- Install Motion Detectors – Multiple Sites Statewide**
- Solar Wall Installation – Sioux Falls Unit Training and Equipment Storage (UTES)**



South Dakota Army National Guard

Changes to Military Construction Funding

- In the past, construction projects were not penalized for their cost.
- Starting with the 2015-2019 Future Year's Defense Plan, projects that cost over \$12 million (*federal share*) will be penalized significantly (*via the formula used to award funding*).
- Absent special circumstances (*such as a BRAC or major Army restructuring*) the cost of new armories will be 75% federal and 25% local.



South Dakota Army National Guard

Armories and Locations



State Headquarters



ARNG MACOM/BN
Headquarters



Unit Locations



Army Guard Future Challenges

- **Securing funding for MILCON**
- **Armory modernization** (*Readiness Centers*)
- **Recruiting in a “post-war” environment**
- **Surviving future Army budget cuts that are coming as a result of the Budget Control Act**



Air National Guard





Air National Guard

Air National Guard Budget

	2014 Budget	2015 Request	Change
General Funds	374,782	401,339	26,557
Federal Funds	5,028,486	5,108,055	79,569
Other Funds	0	0	-0-
Totals	5,403,268	5,509,394	106,126
FTE	47.0	47.0	-0-



Air National Guard

Personnel Statistics

- **Authorized Personnel Strength** **1,036**
 - 112 officers & 924 enlisted personnel
- **Current Assigned Strength** **1,032**
- **Federal Employees** **332**
 - 253 federal technicians & 79 AGRs
- **State Employees** **47.0**
 - Environmental Management **1.0**
 - Fire Protection Support **30.0**
 - Operations & Maintenance **16.0**



Air National Guard

Military Construction

Current Projects

- Fire Station Addition (1.5M)
- Remodel Medical Clinic (1.3M)
- Energy Conservation Measures (750K)

Potential Future Projects

- Aircraft Maintenance Shops (11.8M)
- Hangar 40 Remodel (4.4M)
- Administration/Wing HQ Remodel (3.5M)



ANG Future Challenges

- **Surviving force structure & budget cuts**
- **Identifying a permanent alert mission**
- **Transitioning to the next generation of fighter jet aircraft**





Department of the Military

Special Appropriations Request

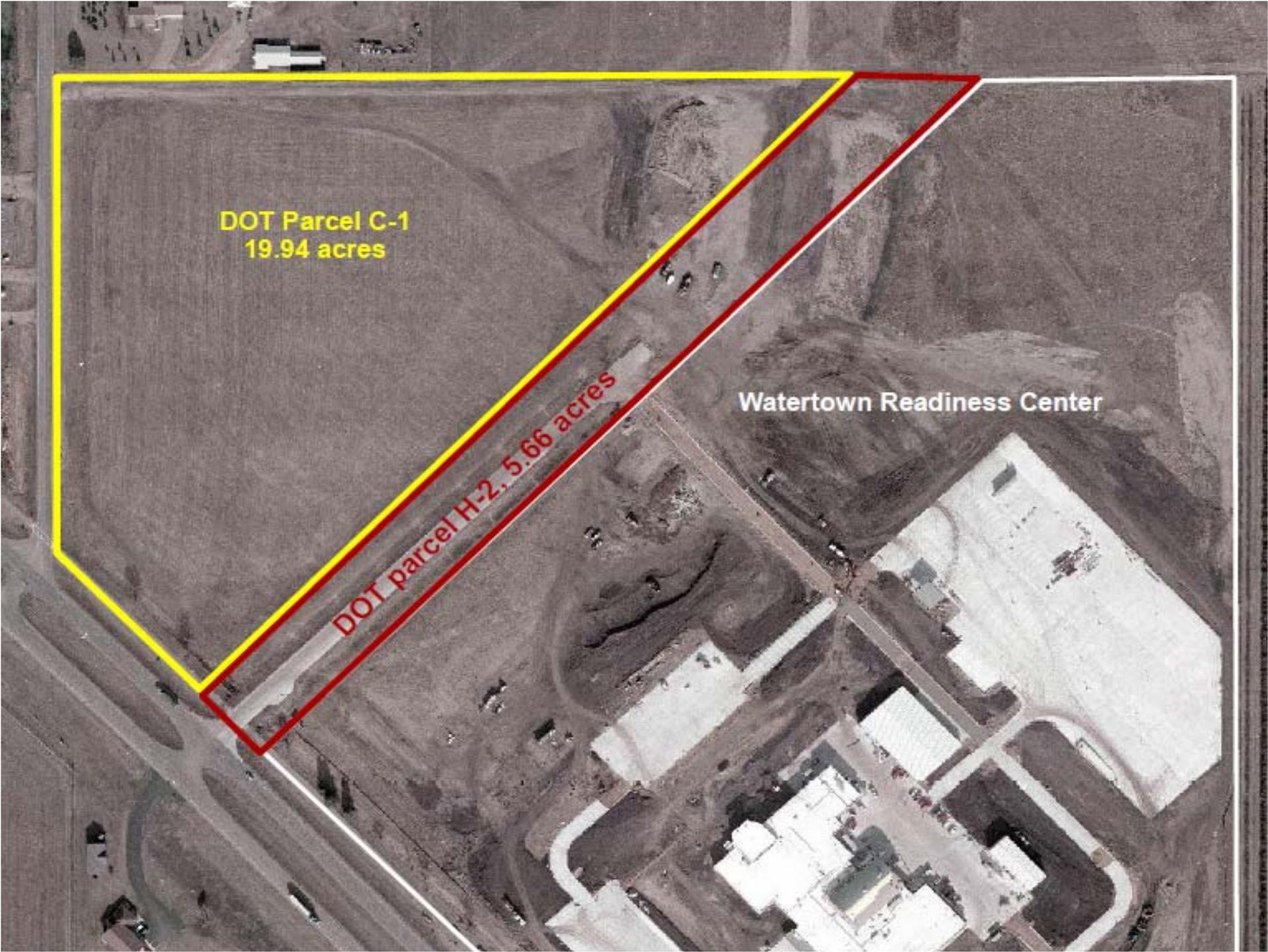


Special Appropriation

Senate Bill 32

An Act to authorize the Department of the Military to purchase land for a future construction project in Watertown.

- **For construction of a new Unit Training & Equipment Site.**
 - **Army reorganizations have consolidated units for maintenance that were previously not serviced by the Webster facility.**
 - **The current shop is severely undersized and we recently closed the Webster armory.**
 - **The cost to purchase the 25.6 acre parcel from the South Dakota DOT is \$351,240 (\$349,915 plus \$1,325 in closing costs)**
 - **\$199,472 remains from the initial appropriation**
 - **\$151,768 of additional general funds is needed**
 - **Amends a 2006 session law (SB 152)**



DOT Parcel C-1
19.94 acres

DOT parcel H-2, 5.66 acres

Watertown Readiness Center



Department of the Military

QUESTIONS?