

State of South Dakota

NINETIETH SESSION
LEGISLATIVE ASSEMBLY, 2015

400W0583

HOUSE BILL NO. 1187

Introduced by: The Committee on Appropriations at the request of the Office of the
Governor

1 FOR AN ACT ENTITLED, An Act to make an appropriation for liability coverage for the
2 South Dakota Building Authority, South Dakota Health and Educational Facilities
3 Authority, South Dakota Housing Development Authority, South Dakota Ellsworth
4 Development Authority, and South Dakota Education Enhancement Funding Corporation,
5 to establish the liability captive insurance company fund, and to declare an emergency.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

7 Section 1. There is hereby appropriated from the general fund the sum of two million dollars
8 (\$2,000,000) to the Bureau of Administration for the purpose of making a grant to a captive
9 insurance company to provide liability coverage to the South Dakota Building Authority, South
10 Dakota Health and Educational Facilities Authority, South Dakota Housing Development
11 Authority, South Dakota Ellsworth Development Authority, and the South Dakota Education
12 Enhancement Funding Corporation.

13 Section 2. The commissioner of the Bureau of Administration shall approve vouchers and
14 the state auditor shall draw warrants to pay expenditures authorized by this Act.

15 Section 3. The provisions of § 4-8-21 do not apply to the funds appropriated by this Act.



1 Section 4. There is hereby established in the state treasury the liability captive insurance
2 company fund. The Bureau of Administration may enter into an agreement with a captive
3 insurance company for the management of the company's funds. Money in this fund may be
4 used to pay for liability coverage as well as administrative costs for this fund. Interest earned
5 on money in the fund shall be deposited into the fund. Unexpended money and any interest that
6 may be credited to the fund shall remain in the fund. Any money in the liability captive
7 insurance company fund is continuously appropriated. Any money deposited into and distributed
8 from the fund shall be set forth in an informational budget as described in § 4-7-7.2.

9 Section 5. Whereas, this Act is necessary for the support of the state government and its
10 existing public institutions, an emergency is hereby declared to exist, and this Act shall be in
11 full force and effect from and after its passage and approval.