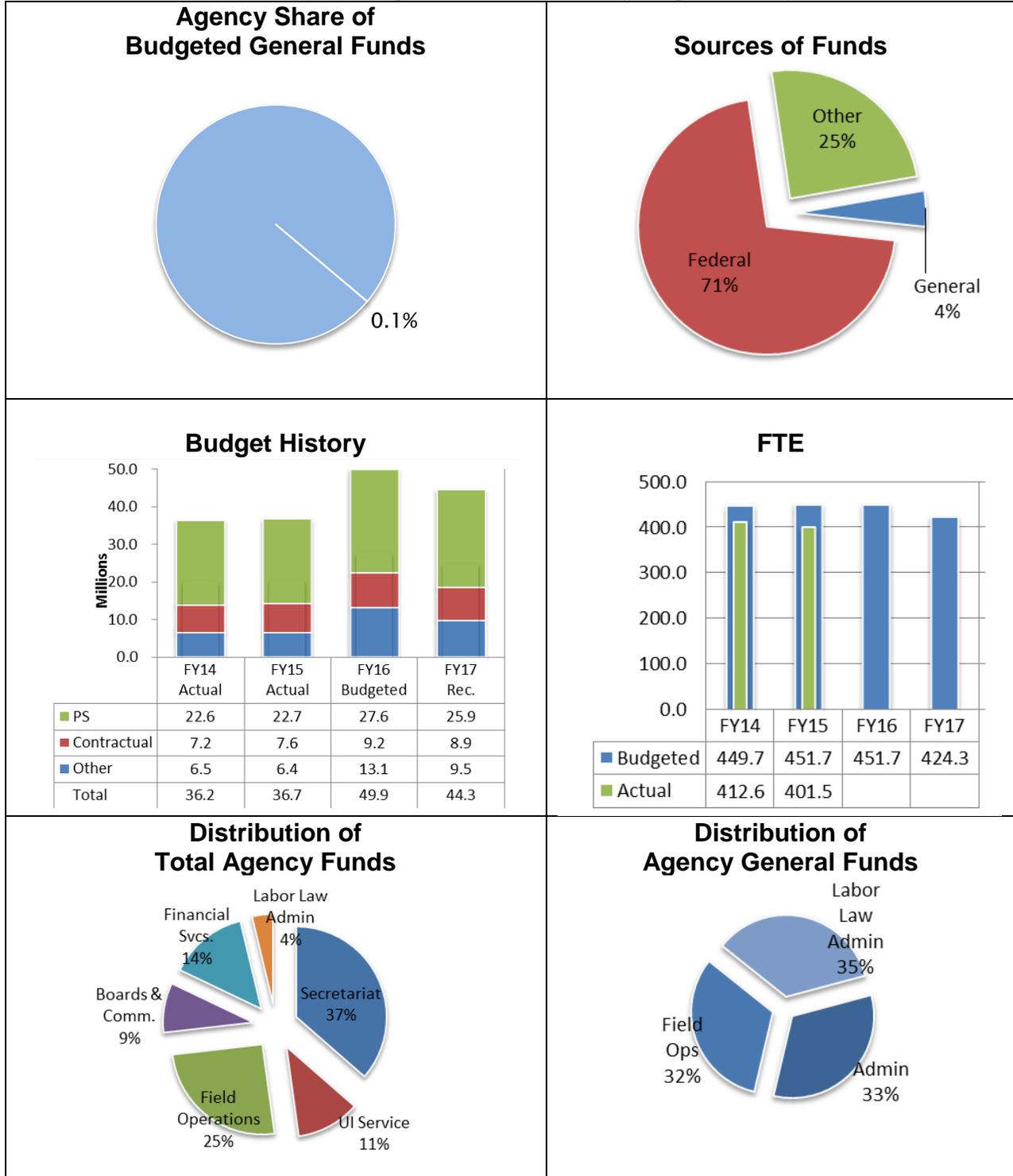


FY17 Budget Briefing

Department of Labor & Regulation

Information contained in this document is based on the Governor's original recommended FY17 budget.
This document may not correspond with the final FY17 budget adopted by the Legislature.



Key Personnel

- Marcia Hultman, Secretary
- Tom Hart, Deputy Secretary
- Emily Ward, Administrative Services Director
- Bret Afdahl, Director of the Division of Banking
- Mike Ryan, Director of the Division of Field Operations
- Larry Deiter, Director of the Division of Insurance
- James Marsh, Director of the Division of Labor and Management
- Dawn Dovre, Director of Communications and Research
- Michael J. Youngberg, Director of the Division of Securities
- Pauline Heier, Director of the Division of Unemployment Insurance

Department Total (Excluding SDRS)

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	16,613,305	16,974,504	20,835,432	20,849,077	19,110,439	(1,724,993)	(8.3%)
Employee Benefits	5,967,796	5,677,715	6,808,498	6,815,553	6,815,553	7,055	0.1%
FTE	412.6	401.5	451.7	452.3	424.3	(27.4)	(6.1%)
Funding Types							
General	575,964	587,326	769,496	1,507,797	1,172,739	403,243	52.4%
Federal	15,796,565	15,640,246	19,384,630	18,646,329	16,907,691	(2,476,939)	(12.8%)
Other	6,208,572	6,424,647	7,489,804	7,510,504	7,845,562	355,758	4.7%
Total PS	22,581,101	22,652,219	27,643,930	27,664,630	25,925,992	(1,717,938)	(6.2%)
Operating Expenses							
Travel	882,637	828,788	1,284,432	1,284,432	1,284,432	0	0.0%
Contractual Services	7,160,229	7,598,612	9,160,529	9,182,529	8,887,161	(273,368)	(3.0%)
Supplies & Materials	628,909	656,810	1,063,365	1,063,365	1,063,365	0	0.0%
Grants and Subsidies	4,441,336	4,471,054	10,329,126	10,329,126	6,793,832	(3,535,294)	
Capital Outlay	429,943	393,054	296,425	296,425	296,425	0	0.0%
Other	88,773	88,126	88,526	88,526	88,526	0	
Funding Types							
General	371,758	698,024	708,349	950,780	829,578	121,229	17.1%
Federal	10,663,969	10,803,231	18,616,478	18,374,047	14,543,385	(4,073,093)	(21.9%)
Other	2,596,101	2,535,189	2,897,576	2,919,576	3,040,778	143,202	4.9%
Total OE	13,631,828	14,036,444	22,222,403	22,244,403	18,413,741	(3,808,662)	(17.1%)
Totals							
Funding Types							
General	947,722	1,285,350	1,477,845	2,458,577	2,002,317	524,472	35.5%
Federal	26,460,534	26,443,476	38,001,108	37,020,376	31,451,076	(6,550,032)	(17.2%)
Other	8,804,673	8,959,836	10,387,380	10,430,080	10,886,340	498,960	4.8%
Total	36,212,929	36,688,662	49,866,333	49,909,033	44,339,733	(5,526,600)	(11.1%)

Department Object Detail (Excluding SDRS)

Item	Actual FY2014	Actual 2015	Budgeted FY2016	Governor Rec FY2017	Inc/Dec Over FY2016	% Change FY2016
PERSONAL SERVICES						
General Funds	575,964	587,326	769,496	1,172,739	403,243	52.4%
Federal Funds	15,796,565	15,640,246	19,384,630	16,907,691	(2,476,939)	(12.8%)
Other Funds	6,208,572	6,424,647	7,489,804	7,845,562	355,758	4.7%
Total Personal Services	22,581,101	22,652,219	27,643,930	25,925,992	(1,717,938)	(6.2%)
FTE	412.6	401.5	451.7	424.3	-27.4	(6.1%)
TRAVEL						
General Funds	19,042	6,358	15,930	15,930	0	0.0%
Federal Funds	251,889	230,270	499,505	499,505	0	0.0%
Other Funds	611,707	592,160	768,997	768,997	0	0.0%
Total Travel	882,638	828,788	1,284,432	1,284,432	0	0.0%
CONTRACTUAL SERVICES						
General Funds	145,780	150,045	155,068	276,297	121,229	78.2%
Federal Funds	5,425,009	5,857,308	7,249,198	6,711,399	(537,799)	(7.4%)
Other Funds	1,589,440	1,591,259	1,756,263	1,899,465	143,202	8.2%
Total Contractual Services	7,160,229	7,598,612	9,160,529	8,887,161	(273,368)	(3.0%)
SUPPLIES AND MATERIALS						
General Funds	3,381	6,466	3,825	3,825	0	0.0%
Federal Funds	475,062	471,258	787,577	787,577	0	0.0%
Other Funds	150,466	179,087	271,963	271,963	0	0.0%
Total Supplies and Materials	628,909	656,811	1,063,365	1,063,365	0	0.0%
GRANTS AND SUBSIDIES						
General Funds	180,000	505,000	505,000	505,000	0	0.0%
Federal Funds	4,257,708	3,949,180	9,817,126	6,281,832	(3,535,294)	(36.0%)
Other Funds	3,628	16,874	7,000	7,000	0	0.0%
Total Grants and Subsidies	4,441,336	4,471,054	10,329,126	6,793,832	(3,535,294)	(34.2%)
CAPITAL OUTLAY						
General Funds	345	8,248	0	0	0	0.0%
Federal Funds	251,644	295,215	263,072	263,072	0	0.0%
Other Funds	177,955	89,591	33,353	33,353	0	0.0%
Total Capital Outlay	429,944	393,054	296,425	296,425	0	0.0%
OTHER						
General Funds	23,211	21,907	28,526	28,526	0	0.0%
Federal Funds	2,657	0	0	0	0	0.0%
Other Funds	62,904	66,219	60,000	60,000	0	0.0%
Total Other	88,772	88,126	88,526	88,526	0	0.0%
TOTAL						
General Funds	947,723	1,285,350	1,477,845	2,002,317	524,472	35.5%
Federal Funds	26,460,534	26,443,477	38,001,108	31,451,076	(6,550,032)	(17.2%)
Other Funds	8,804,672	8,959,837	10,387,380	10,886,340	498,960	4.8%
Total All Funds	36,212,929	36,688,664	49,866,333	44,339,733	(5,526,600)	(11.1%)

MAJOR EXPANSIONS AND REDUCTIONS (EXCLUDING SDRS)

Budget Item	<u>Governor's Recommendation</u>				FTE
	General Funds	Federal Funds	Other Funds	Total Funds	
Administration					
Federal Funds Reduction and Offsets	52,401	(3,858,310)	113,152	(3,692,757)	(1.0)
Unemployment Insurance Service					
Federal Funds Reduction and Offsets	-	(1,150,333)	343,108	(807,225)	(13.0)
Field Operations					
Federal Funds Reduction and Offsets	472,071	(1,341,389)	-	(869,318)	(14.0)
Division of Insurance					
Federal Funds Reduction	-	(200,000)	-	(200,000)	-
Boards and Commissions					
Board of Accountancy	-	-	10,000	10,000	-
Cosmetology Commission	-	-	32,700	32,700	0.6
TOTAL	524,472	(6,550,032)	498,960	(5,526,600)	(27.4)

Federal Funds Reduction and Offsets: The Governor has recommended providing additional general funds, increasing other fund expenditure authority, decreasing federal fund expenditure authority, and decreasing budgeted FTE to help correct a structural shortfall resulting from reduced federal grant awards.

Further budget detail for this recommendation can be found on subsequent pages.

Governor's Recommended State Employee Compensation Plan

For FY17, the Governor recommended the funding for the state employee compensation plan and bureau billings be placed in a pool in BFM to be distributed to each agency. He also recommended the total decrease for health insurance be included in BFM's budget and be allocated at a future time. *Therefore, individual agency personal services and contractual services budgets do not reflect budget increases for the compensation plan, bureau billings, or the decrease for health insurance.*

- Below are the estimated distributions for employee compensation for FY17. BFM will distribute dollars from the Pool after calculating the increase for salary policy and the decrease for employee health insurance. The distributed amount to the agency will be in addition to the agency's appropriated personal services budget.

FY17 Salary Policy Component	Object	General	Federal	Other	Total
Health Insurance	PS	(\$5,590)	(\$62,331)	(\$40,429)	(\$108,350)
Market Adjustment	PS	\$30,557	\$240,678	\$187,855	\$459,090
Movement Towards Market Value	PS	\$11,578	\$341,187	\$87,014	\$439,779
Health Insurance	OE	(\$90)	(\$8,748)	(\$1,530)	(\$10,368)
Market Adjustment	OE	\$212	\$5,482	\$2,305	\$7,999
Movement Towards Market Value	OE	\$172	\$4,799	\$7,956	\$12,927
	Total	\$36,839	\$521,066	\$243,171	\$801,076

- Recommended FY17: 2.7% market adjustment for all permanent employees (except Career Bands); 0%-2.7% market adjustments for Career Bands; 2.5% movement toward market value for General Pay Structure and PACE; 0% to 4.5% pay for performance for Career Bands; decrease of \$275 per benefitted employee for the employer-paid portion of the health insurance plan.
 - FY16: 2% market adjustment for all permanent employees (except Career Bands); 0%-6.6% market adjustments for Career Bands; 2.5% movement toward market value for General Pay Structure and PACE; 0% to 4.5% pay for performance for Career Bands; 0% health insurance.
 - FY15: 3% across-the-board/market adjustment for all permanent employees (including Career Bands); 3% adjustment toward job worth for PACE; 0%-4.5% pay for performance for Career Bands; targeted compensation adjustments for a small number of hard-to-fill, below market vocational jobs; 18.6% health insurance.
 - FY14: 3% across-the-board for all permanent employees (except Career Bands); 3.5% to 4% market adjustment for Career Bands; 3.5% adjustment toward job worth for PACE; 0%-4.5% pay for performance for Career Bands; 14.7% health insurance.
- Below are the estimated increases to the bureau billings for FY17. The amount distributed from the BFM pool to the agency will be in addition to the agency's appropriated contractual services budget.

Estimated FY17	General	Federal	Other	Total
Bureau Billing Adjustments	83	1,618	829	2,530

Interagency Billings

Below are the sources of funds DLR used to pay for services provided by the central governmental bureaus (Bureau of Administration, Bureau of Finance and Management, Bureau of Human Resource, Bureau of Information and Telecommunications) in FY2015.

Bureau Name	General	Federal	Other	Total
Bureau of Finance and Management	\$2,046	\$134,353	\$84,289	\$220,689
Bureau of Administration	\$32,159	\$307,647	\$492,081	\$831,888
Bureau of Information and Telecommunication	\$15,262	\$2,626,270	\$357,829	\$2,999,360
Bureau of Human Resources	\$3,454	\$146,904	\$60,547	\$210,905
Total FY15 Interagency Payments	\$52,922	\$3,215,174	\$994,745	\$4,262,842

Other Fund Balances

Company and Fund Name	Blue Book Page	Ending Cash and Investment Balance on June 30		60-Month Average	Lowest Monthly Cash Balance in Past Five Years	
		FY2014	FY2015	Cash Balance	Amount	Month
Co 3030 - Employment Security Contingency Fund	167	1,137,659	1,076,547	700,271	0	June 2015
Co 3181 - Banking Special Revenue Fund	168	40,869	23,220	18,888	744	July 2010
Co 3183 - Insurance Operating Fund	169	175,000	175,000	1,236,168	175,000	June 2015
Co 3183 - Investor Education	170	30	320	12,246	(30)	June 2013
Co 3183 - SD Insurance Producers Continuing Education	171	69,310	151,887	63,139	15,631	April 2012
Co 3183 - SD Real Estate Appraiser Fund	172	101,678	101,089	211,120	94,827	May 2015
Co 3183 - South Dakota Appraisal Management Companies Fund	173	220,712	239,863	169,449 #	0	July 2011
Co 3183 - Securities Operating Fund	174	15,000	15,000	4,922,190	15,000	June 2015
Co 6503 - Board of Abstractors	175	207,740	236,313	165,260	50,314	August 2010
Co 6503 - Board of Accountancy	176	329,206	348,555	355,476	269,320	June 2013
Co 6503 - Board of Barber Examiners	177	54,895	52,380	47,646	32,296	April 2011
Co 6503 - Boxing Commission	178	56,765	28,363	25,773 #	28,363	June 2015
Co 6503 - Cosmetology Commission	179	299,901	310,755	279,231	134,440	July 2010
Co 6503 - Electrical Commission	180	1,178,257	1,127,983	1,006,719	757,953	March 2012
Co 6503 - Plumbing Commission	181	94,414	146,904	135,011	29,357	August 2014
Co 6503 - SD Board of Technical Professions	182	616,976	695,629	534,638	310,336	July 2010
Co 6503 - SD Real Estate Commission	183	399,227	399,164	595,972	350,384	August 2013
Co 6525 - Subsequent Injury Fund	184	2,861,981	909,656	1,649,557	151,013	March 2011
Co 6526 - Banking Special Revenue Fund	185	3,630,576	4,259,124	2,269,112	312,819	January 2011
Co 6526 - Insurance Examination Fund	186	2,906,081	2,963,694	1,001,142	0	December 2011
Co 8000 - Agency Fund	187	985	840	N/A	N/A	N/A
Co 8304 - Private Workers Compensation	188	1,246,288	1,235,570	1,202,422	1,096,873	December 2014
Fund not on Accounting System - Unemployment Compensation	189	72,444,860		N/A	N/A	N/A

#Average cash balance and lowest cash balance are actually less than five years due to age of fund.

Refer to the *Supplemental Information and Blue Book* sections for more information on these and other funds.

SECRETARIAT ADMINISTRATION

The mission is to facilitate the improvement of the administration of the Department of Labor & Regulation programs; to integrate the services available throughout the department; to improve and expand the labor market through job training services; to provide labor market information; to certify, license and register real estate appraisers; to provide assistance to the professional and occupational licensing boards; to provide a centralized office for the financial, legal and public affairs activities of the department; and to provide centralized support services.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	2,097,556	2,349,023	2,570,576	2,570,576	2,508,481	(62,095)	(2.4%)
Employee Benefits	723,832	730,570	858,298	858,298	858,298	0	0.0%
FTE	49.5	50.5	53.5	53.5	52.5	(1.0)	(1.9%)
Funding Types							
General	0	0	0	39,370	39,370	39,370	0.0%
Federal	2,689,325	2,945,843	3,270,060	3,230,690	3,168,595	(101,465)	(3.1%)
Other	132,063	133,751	158,814	158,814	158,814	0	0.0%
Total PS	2,821,388	3,079,594	3,428,874	3,428,874	3,366,779	(62,095)	(1.8%)
Operating Expenses							
Travel	104,784	117,132	189,595	189,595	189,595	0	0.0%
Contractual Services	4,133,388	4,565,116	4,898,817	4,898,817	4,803,449	(95,368)	(1.9%)
Supplies & Materials	458,309	457,059	744,552	744,552	744,552	0	0.0%
Grants And Subsidies	4,437,708	4,454,180	10,322,126	10,322,126	6,786,832	(3,535,294)	(34.2%)
Capital Outlay	254,542	295,215	260,358	260,358	260,358	0	0.0%
Other	2,657		0	0	0	0	0.0%
Funding Types							
General	280,129	605,033	605,033	731,216	618,064	13,031	2.2%
Federal	9,041,448	9,209,296	15,698,522	15,572,339	11,941,677	(3,756,845)	(23.9%)
Other	69,813	74,372	111,893	111,893	225,045	113,152	101.1%
Total OE	9,391,390	9,888,701	16,415,448	16,415,448	12,784,786	(3,630,662)	(22.1%)
Totals							
Funding Types							
General	280,129	605,033	605,033	770,586	657,434	52,401	8.7%
Federal	11,730,773	12,155,139	18,968,582	18,803,029	15,110,272	(3,858,310)	(20.3%)
Other	201,876	208,123	270,707	270,707	383,859	113,152	41.8%
Total	12,212,778	12,968,295	19,844,322	19,844,322	16,151,565	(3,692,757)	(18.6%)

Budget Notes

Federal Funds Reduction and Offsets: Increase of **\$52,401** from **general funds**, decrease of **(\$3,858,310)** in **federal fund** expenditure authority, increase of **\$113,152** in **other fund** expenditure authority, and a decrease of **(1.0) FTE** to help correct a structural shortfall from reduced federal grant awards and to align the budget with anticipated expenditures. Total Reduction: **(\$3,692,757)**

Revenues:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Appraiser Certification:				
New Application Fees	7,720	7,035	7,500	7,500
Renewal Fees	84,595	90,355	122,655	122,655
Investment Council Interest	4,736	1,751	1,750	1,750
Risk Retention Group Lic	1,600	1,300	1,300	1,300
Reciprocity Fees	10,280	6,750	8,550	8,550
Temporary Fees	15,600	16,800	22,400	22,400
Penalty/Discipline Fees	8,405	3,675	3,675	3,675
Course Fees	7,350	4,800	6,000	6,000
Penalty/Renewals	625	300	300	300
7 hour USPAP Course Penalty	1,100	0	1,100	1,100
Contested Case Assessment	4,000	11,175	5,000	5,000
Supervisor/Trainee Applications	1,050	450	450	450
Supervisor Renewal	5,000	5,000	5,000	5,000
Supervisor Renewal Late Fee	0	25	25	25
Appraisal Management Fund:				
New Application Fees	13,750	11,000	10,000	10,000
License Renewal Fees	66,000	69,750	72,000	72,000
Investment Council Interest	0	2,256	2,256	2,256
<i>Total</i>	\$231,811	\$232,422	\$269,961	\$269,961

Selected Statistical Data:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
State Labor Force	446,735	450,900	453,175	455,930
Employed Labor Force	430,725	435,195	436,675	439,630
Unemployed Labor Force	16,010	15,705	16,500	16,300
Unemployment Rate	3.6%	3.5%	3.6%	3.6%
Requests for Labor Market Information	396,040	487,408	489,000	490,000
Labor Market Publications (Copies Distributed)	12,326	12,352	12,000	12,000
Adult Basic Education ABE/GED Participants	2,401	2,474	2,600	2,650
Appraisers--New/Renewed Licenses	10/368	11/380	11/380	11/380
Complaints Received (Appraisers)	11	2	5	5
Upgrade/New Application Reviews	12/2	12/2	12/2	12/2
Reciprocity/Temporary	29/104	18/112	18/112	18/112
Course Applications	147	96	120	120
Supervisor/Trainees (New/Renewed)	5/53	2/48	2/48	2/48
Appraisal Management (New Applications)	13	10	10	10
Appraisal Management (Renewals)	89	92	95	95

UNEMPLOYMENT INSURANCE SERVICE

The mission is to provide economic support to workers and protect the interest of workers and businesses by determining UI eligibility and liability, collecting taxes, making payments and ensuring compliance all through exceptional service. This division administers the Unemployment Insurance (UI) program. Covered employers pay taxes into the Unemployment Insurance Trust Fund, which in turn, assists individuals who have lost their jobs, through no fault of their own.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	2,975,344	2,957,672	3,863,788	3,863,788	3,056,563	(807,225)	(20.9%)
Employee Benefits	1,145,885	1,051,145	1,322,886	1,322,886	1,322,886	0	0.0%
FTE	82.3	78.2	92.0	92.0	79.0	(13.0)	(14.1%)
Funding Types							
General	0	0	0	335,058	0	0	0.0%
Federal	4,121,230	4,008,817	5,186,674	4,851,616	4,044,391	(1,142,283)	(22.0%)
Other	0	0	0	0	335,058	335,058	0.0%
Total PS	4,121,230	4,008,817	5,186,674	5,186,674	4,379,449	(807,225)	(15.6%)
Operating Expenses							
Travel	49,989	35,595	157,000	157,000	157,000	0	0.0%
Contractual Services	103,945	75,260	516,724	516,724	516,724	0	0.0%
Supplies & Materials	119		2,000	2,000	2,000	0	0.0%
Funding Types							
General	0	0	0	8,050	0	0	0.0%
Federal	154,053	110,855	675,724	667,674	667,674	(8,050)	(1.2%)
Other	0	0	0	0	8,050	8,050	0.0%
Total OE	154,053	110,855	675,724	675,724	675,724	0	0.0%
Totals							
Funding Types							
General	0	0	0	343,108	0	0	0.0%
Federal	4,275,283	4,119,672	5,862,398	5,519,290	4,712,065	(1,150,333)	(19.6%)
Other	0	0	0	0	343,108	343,108	0.0%
Total	4,275,283	4,119,672	5,862,398	5,862,398	5,055,173	(807,225)	(13.8%)

Budget Notes

Federal Funds Reduction and Offsets: Decrease of **(\$1,150,333)** in federal fund expenditure authority, increase of **\$343,108** in other fund expenditure authority, and a decrease of **(13.0)** FTE to help correct a structural shortfall from reduced federal grant awards and to align the budget with anticipated expenditures. Total Reduction: **(\$807,225)**

Selected Statistical Data:

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Applications for Benefits	16,995	15,267	15,700	15,500
Number of Weekly Payments	96,325	84,472	88,800	85,000
Average Weekly Payment	\$284	\$297	\$310	\$320
Average Number of Weekly Payments	14.4	14.1	14	14
Average Total Payment	\$4,090	\$4,188	\$4,340	\$4,480
Individuals Receiving Payments	6,693	5,983	6,300	6,200
% of First Payments Made Within 14 Days	95.0%	95.4%	96.0%	96.0%
Total Dollars Paid*	\$26,128,304	\$23,757,860	\$25,100,000	\$26,000,000
Fed. Claims Reimbursed by Fed. Government	\$2,959,084	\$1,516,627	\$1,650,000	\$1,700,000
St. Nonprofit Claims Reimbursed by Employer	\$1,874,825	\$1,790,815	\$1,850,000	\$1,900,000
Number of Covered Employers	26,275	26,723	27,200	27,700
UI Taxes Paid	\$42,200,795	\$39,066,460	\$32,900,000	\$33,500,000
Trust Fund Balance	\$72,560,715	\$89,464,934	\$94,300,000	\$96,200,000

Projected UI Financials - Quarterly Summary

(in Millions)

2015	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
Contributions/Interest In	\$5.5	\$15.4	\$10.9	\$6.7	\$38.5
Benefits Out	\$11.2	\$5.0	\$3.6	\$5.5	\$25.3

Trust Fund	\$78.9	\$89.5	\$96.7	\$97.2	\$97.2
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2016	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
Contributions/Interest In	\$4.5	\$14.7	\$10.0	\$6.3	\$35.5
Benefits Out	\$14.1	\$6.4	\$4.6	\$6.9	\$32.0

Trust Fund	\$87.6	\$95.9	\$101.3	\$100.7	\$100.7
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* Actual data through October 2015.

FIELD OPERATIONS

The mission is to achieve a skilled workforce contributing to economic development by efficiently and respectfully serving businesses, job seekers, and community partners through innovative workforce development solutions and serving as an information resource.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	6,124,731	6,057,631	7,858,655	7,858,655	6,989,337	(869,318)	(11.1%)
Employee Benefits	2,346,794	2,182,994	2,679,112	2,679,112	2,679,112	0	0.0%
FTE	166.7	159.3	180.0	180.0	166.0	(14.0)	(7.8%)
Funding Types							
General	0	0	163,119	526,992	526,992	363,873	223.1%
Federal	8,471,525	8,240,625	10,374,648	10,010,775	9,141,457	(1,233,191)	(11.9%)
Other	0	0	0	0	0	0	0.0%
Total PS	8,471,525	8,240,625	10,537,767	10,537,767	9,668,449	(869,318)	(8.2%)
Operating Expenses							
Travel	98,310	86,750	156,700	156,700	156,700	0	0.0%
Contractual Services	1,239,139	1,152,658	1,382,788	1,382,788	1,382,788	0	0.0%
Supplies & Materials	13,016	11,074	35,000	35,000	35,000	0	0.0%
Other	0	0	6,600	6,600	6,600	0	0.0%
Funding Types							
General	0	0	6,600	114,798	114,798	108,198	1,639.4%
Federal	1,350,466	1,250,482	1,574,488	1,466,290	1,466,290	(108,198)	(6.9%)
Other	0	0	0	0	0	0	0.0%
Total OE	1,350,466	1,250,482	1,581,088	1,581,088	1,581,088	0	0.0%
Totals							
Funding Types							
General	0	0	169,719	641,790	641,790	472,071	278.1%
Federal	9,821,990	9,491,107	11,949,136	11,477,065	10,607,747	(1,341,389)	(11.2%)
Other	0	0	0	0	0	0	0.0%
Total	9,821,990	9,491,107	12,118,855	12,118,855	11,249,537	(869,318)	(7.2%)

Budget Notes

Federal Funds Reduction and Offsets: Increase of **\$472,071** from **general funds**, decrease of **(\$1,341,389)** in **federal fund** expenditure authority, and a decrease of **(14.0)** **FTE** to help correct a structural shortfall from reduced federal grant awards and to align the budget with anticipated expenditures. Total Reduction: **(\$869,318)**

Selected Statistical Data:

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
New and Renewed Job Applicants	77,966	64,080	75,000	75,000
Employer Job Orders Received	46,664	48,155	50,000	50,000
Employer Job Openings Received	87,211	89,964	92,000	92,000
Entered Employment (Unduplicated)	28,206	24,751	25,000	25,000
Employment Retention Rate	83%	85%	82%	82%
Entered Employment Rate	60%	85%	82%	82%
Workforce Investment Act (WIA) Participants:				
Adult/Dislocated/Youth	690/270/449	589/233/415	625/250/425	625/250/425
WIA Adult Entered Employment Rate	74%	78%	78%	78%
WIA Youth Employment/Education Rate	70%	70%	70%	70%
WIA Dislocated Worker Entered Emp. Rate	87%	86%	86%	86%
WIA Adult Retention Rate	86%	86%	86%	86%
TANF Recipients Served/Work Activity	1,100/2,440	985/2,107	1,000/2,100	1,000/2,100
TANF Avg Statewide Participation Rate (FFY)	51%	45% est.	50%	50.50%
SNAP Recipients Served/Work Activity	9,209/4,774	7,715/4,380	7,500/4,200	7,500/4,200
Veterans w/ Significant Barriers to Employment	N/A	631	600	600
UI Recipients Referred to Reemploy. Svcs	5,786	5,014	4,800	4,800
Dakota Roots Participants Entered Employment	580	443	500	500

STATE LABOR LAW ADMINISTRATION

The mission is to responsively provide dispute resolution and help people through investigations, enforcement, compliance, and education of workforce and discrimination law.

	<u>Actual</u> <u>FY2014</u>	<u>Actual</u> <u>FY2015</u>	<u>Budgeted</u> <u>FY2016</u>	<u>Agency</u> <u>Request</u> <u>FY2017</u>	<u>Gov Rec</u> <u>FY2017</u>	<u>Gov Rec</u> <u>Inc/Dec</u> <u>FY2017</u>	<u>% Change</u> <u>From</u> <u>FY2016</u>
Personal Services							
Employee Salaries	828,711	776,679	963,630	963,630	963,630	0	0.0%
Employee Benefits	274,455	246,852	288,127	288,127	288,127	0	0.0%
FTE	17.4	16.3	19.0	19.0	19.0	0.0	0.0%
Funding Types							
General	575,964	587,326	606,377	606,377	606,377	0	0.0%
Federal	375,911	353,761	398,580	398,580	398,580	0	0.0%
Other	151,290	82,443	246,800	246,800	246,800	0	0.0%
Total PS	1,103,165	1,023,531	1,251,757	1,251,757	1,251,757	0	0.0%
Operating Expenses							
Travel	21,181	7,813	23,835	23,835	23,835	0	0.0%
Contractual Services	260,293	209,951	267,847	267,847	267,847	0	0.0%
Supplies & Materials	22,517	21,996	38,840	38,840	38,840	0	0.0%
Grants And Subsidies	3,628	16,874	7,000	7,000	7,000	0	0.0%
Capital Outlay	4,119	10,503	0	0	0	0	0.0%
Other	81,376	81,790	81,926	81,926	81,926	0	0.0%
Funding Types							
General	91,629	92,991	96,716	96,716	96,716	0	0.0%
Federal	62,095	50,414	77,783	77,783	77,783	0	0.0%
Other	239,389	205,522	244,949	244,949	244,949	0	0.0%
Total OE	393,113	348,926	419,448	419,448	419,448	0	0.0%
Totals							
Funding Types							
General	667,593	680,317	703,093	703,093	703,093	0	0.0%
Federal	438,007	404,175	476,363	476,363	476,363	0	0.0%
Other	390,679	287,965	491,749	491,749	491,749	0	0.0%
Total	1,496,279	1,372,457	1,671,205	1,671,205	1,671,205	0	0.0%

Budget Notes

No recommended increases or decreases.

Revenues:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Workers' Compensation (WC) Self-Insurance				
Application Fees	28,000	26,000	26,000	26,000
WC Insurance Policy Fees	263,998	274,331	275,000	275,000
WC Managed Care Plan Fees	2,250	3,250	3,250	3,250
Interest Income	18,487	12,742	13,000	13,000
First Report Late Filing Fines	43,000	41,300	42,000	42,000
<i>Total</i>	\$355,735	\$357,623	\$359,250	\$359,250

Selected Statistical Data:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Collective Bargaining Filings of Petitions for Hearing	17	16	15	15
Collective Bargaining Petitions Settled or Dismissed Prior to Hearing	4	9	5	5
Hearings Held to Arbitrate, Mediate, or Conduct Collective Bargaining Matters & Render Decisions	16	8	10	10
Wage Inquiries/Wage Law Complaints Filed	6,531/263	5,899/243	6,000/250	6,000/250
Private Industry Employees Affected by WC	339,700	345,500	350,000	355,000
Private Industry WC First Reports of Injury	18,934	18,903	18,900	18,900
New Filings of Private Industry WC Petitions	198	200	200	200
Private Industry WC Claims Settled or Dismissed Prior to Hearing	158	105	150	200
Private Industry WC Hearing Petitions Pending	253	348	398	398
Private Industry WC Claims Resulting in Formal Hearing	21	16	20	20
Hearings Held to Mediate WC Matters	51	47	45	45
UI Appeals Filings of Petitions for Hearing	1,185	1,001	1,050	1,080
UI Appeals Resulting in Final Order of Decision	1,201	1,123	1,050	1,050
UI Appeals Pending	67	61	65	65
Human Rights Charges Received/Conciliated	326/3	341/3	335/3	335/3
Human Rights Case Closures	79	68	70	70
Human Rights Unsuccessful Conciliations	2	2	2	2
WC Independent Contractor Applications	254	198	200	200
WC Agreements Reviewed/Approved	623/810	671/778	650/800	650/800

BANKING

The mission of the Division of Banking is to charter, license, regulate, supervise and provide guidance to South Dakota financial entities in order to instill consumer confidence, protect consumer interests and promote economic stability through a common sense, efficient and risk-focused approach.

	<u>Actual FY2014</u>	<u>Actual FY2015</u>	<u>Budgeted FY2016</u>	<u>Agency Request FY2017</u>	<u>Gov Rec FY2017</u>	<u>Gov Rec Inc/Dec FY2017</u>	<u>% Change From FY2016</u>
Personal Services							
Employee Salaries	1,444,920	1,529,274	1,762,920	1,762,920	1,762,920	0	0.0%
Employee Benefits	411,023	411,788	489,399	489,399	489,399	0	0.0%
FTE	23.3	23.8	28.5	28.5	28.5	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	1,855,943	1,941,062	2,252,319	2,252,319	2,252,319	0	0.0%
Total PS	1,855,943	1,941,062	2,252,319	2,252,319	2,252,319	0	0.0%
Operating Expenses							
Travel	165,997	154,873	208,064	208,064	208,064	0	0.0%
Contractual Services	296,743	313,247	402,038	402,038	402,038	0	0.0%
Supplies & Materials	17,759	13,785	20,525	20,525	20,525	0	0.0%
Capital Outlay	51,647	31,632	5,600	5,600	5,600	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	532,146	513,538	636,227	636,227	636,227	0	0.0%
Total OE	532,146	513,538	636,227	636,227	636,227	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	2,388,089	2,454,600	2,888,546	2,888,546	2,888,546	0	0.0%
Total	2,388,089	2,454,600	2,888,546	2,888,546	2,888,546	0	0.0%

Budget Notes

No recommended increases or decreases.

Revenues:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Mortgage Lender Renewal and Application	189,735	155,700	150,000	150,000
Banking Revolving Fund:				
Bank Examination Fee	1,441,914	1,524,989	1,475,000	1,500,000
Trust Company Examination Fee	215,110	350,000	250,000	300,000
Money Lenders Renewal and Applications	306,650	94,250	300,000	300,000
Money Transmitter Renewal and Application	56,700	21,500	50,000	50,000
Mortgage Broker Renewal and Application	7,570	8,820	5,000	5,000
Mortgage Loan Originator Renewal and Application	213,615	220,975	100,000	150,000
Trust Company Supervision Fee	615,169	700,383	650,000	700,000
Investment Council Interest	38,388	43,259	40,000	40,000
Other Banks and Loans	1,601	1,601	1,000	1,000
Miscellaneous (Transfer In)	7,005	15,725	0	0
Trust Company Charter Fees (General Fund)	35,000	25,000	20,000	20,000
Licensing Examination Fees	20,379	18,294	20,000	20,000
<i>Total</i>	3,148,836	3,180,496	3,061,000	3,236,000

Selected Statistical Data:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Institutions Examined:				
Money Lenders (on-site)	8	10	10	10
Banks	18	20	19	18
Trust Companies	26	24	35	35
Licenses Issued or Renewed:				
Money Lenders/Money Orders	401/51	439/60	375/45	375/50
Mortgage Lenders/Brokers	241/14	261/14	200/10	200/10
Mortgage Loan Originator	1,540	1,850	1,000	1,000
Charters Cancelled: Banks/Bank Branches	2/0	1/1	2/2	2/2
Asset Size of Institutions Supervised:				
Total Assets-Banks (as of FY end)	\$21,216,962,000	\$23,833,000,000	\$24,000,000,000	\$25,000,000,000
Managed Assets - Trust Companies				
Trust Companies & Bank Depts	\$153,949,179,000	\$175,133,826,000	\$176,000,000,000	\$180,000,000,000

SECURITIES

The mission of the Division of Securities is to protect investors of securities products, franchises and business opportunities by investigating complaints, conducting examinations, enforcing anti-fraud provisions, ensuring investments sold meet standards of full disclosure and providing investor education.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	276,718	279,055	326,733	326,733	326,733	0	0.0%
Employee Benefits	92,240	86,463	98,769	98,769	98,769	0	0.0%
FTE	5.2	5.0	5.7	5.7	5.7	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	368,958	365,518	425,502	425,502	425,502	0	0.0%
Total PS	368,958	365,518	425,502	425,502	425,502	0	0.0%
Operating Expenses							
Travel	2,392	1,815	2,700	2,700	2,700	0	0.0%
Contractual Services	51,875	57,648	70,273	70,273	70,273	0	0.0%
Supplies & Materials	2,642	2,892	7,500	7,500	7,500	0	0.0%
Capital Outlay	1,100	21,635	4,000	4,000	4,000	0	0.0%
Other	1,900	3,800	0	0	0	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	59,909	87,790	84,473	84,473	84,473	0	0.0%
Total OE	59,909	87,790	84,473	84,473	84,473	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	428,867	453,308	509,975	509,975	509,975	0	0.0%
Total	428,867	453,308	509,975	509,975	509,975	0	0.0%

Budget Notes

No recommended increases or decreases.

Revenues:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
Deposited to Securities Operating Fund:				
Securities Registration Fees	75,925	77,363	80,000	82,000
Franchise Registration Fees	147,050	152,400	157,000	162,000
Business Opportunities Registration Fees	100	100	100	100
Securities Opinion Fees	125	100	100	100
Investment Company Notification Fees	21,479,275	22,886,950	23,574,000	24,281,000
Agent Licensing Fees	12,646,000	13,285,875	13,684,000	14,095,000
Broker-Dealer Licensing Fees	193,950	244,550	252,000	260,000
Investment Adviser Fees	5,600	4,900	5,000	5,000
Investment Adviser Agent Fees	100,400	99,750	103,000	106,000
I/A Notice Filings	158,600	235,000	242,000	249,000
Miscellaneous	670	1,690	2,000	2,000
Investment Council Interest	77,650	37,360	38,000	39,000
Private Placement/Reg. D506/Other	341,950	220,750	227,000	234,000
Fines	121,168	76,375	79,000	81,000
<i>Total</i>	35,348,463	37,323,163	38,443,200	39,596,200

Selected Statistical Data:	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
New Securities Applications	44	46	50	55
Extensions and Amendments	63	65	65	65
Private Placement/Other Exemptions	1/370	1/361	2/370	2/375
Invest. Comp. Notice Filings--New/Total	3,621/24,437	3,909/25,268	4,000/26,000	4,200/27,500
New Franchise Applications/Registrations	217/744	222/828	235/850	245/875
Franchise Extensions/Exemptions	594/0	636/0	685/0	700/0
Business Opportunities--New/Total	0/2	0/2	0/2	0/2
Brokers-Dealers/B-D Agents Licensed	1,240/84,473	1,243/89,810	1,250/92,000	1,275/95,000
Investment Advisers/IA Agents Licensed	47/1,658	45/1,735	55/1,800	55/1,850
Investment Advisers Notice Filing	768	819	850	875
Franchise Applications Withdrawn	182	181	185	185
Investigations	128	84	125	125
Administrative Orders Issued	20	30	50	50
Opinions Requested	3	3	5	5
Transfers to General Fund (SDCL 4-4-4.4)	\$34,904,728	\$36,856,221	\$37,962,660	\$39,101,248

INSURANCE

The mission of the Division of Insurance is to protect the public and make insurance available and affordable by efficiently providing quality assistance, providing fair regulation for industry, and promoting a healthy, competitive insurance market.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	1,307,806	1,353,327	1,618,951	1,618,951	1,618,951	0	0.0%
Employee Benefits	456,773	439,314	507,450	507,450	507,450	0	0.0%
FTE	29.8	29.6	30.0	30.0	30.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	138,574	91,200	154,668	154,668	154,668	0	0.0%
Other	1,626,005	1,701,441	1,971,733	1,971,733	1,971,733	0	0.0%
Total PS	1,764,579	1,792,641	2,126,401	2,126,401	2,126,401	0	0.0%
Operating Expenses							
Travel	21,320	9,993	29,500	29,500	29,500	0	0.0%
Contractual Services	325,175	551,489	861,913	861,913	661,913	(200,000)	(23.2%)
Supplies & Materials	16,317	21,256	41,467	41,467	41,467	0	0.0%
Capital Outlay	94,457	20,831	16,467	16,467	16,467	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	55,907	182,184	589,961	589,961	389,961	(200,000)	(33.9%)
Other	401,362	421,385	359,386	359,386	359,386	0	0.0%
Total OE	457,269	603,569	949,347	949,347	749,347	(200,000)	(21.1%)
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	194,481	273,384	744,629	744,629	544,629	(200,000)	(26.9%)
Other	2,027,367	2,122,826	2,331,119	2,331,119	2,331,119	0	0.0%
Total	2,221,848	2,396,210	3,075,748	3,075,748	2,875,748	(200,000)	(6.5%)

Budget Notes

Federal Funds Reduction: Decrease of **(\$200,000)** in federal fund expenditure authority to align the budget with anticipated expenditures.

Revenues:	ACTUAL	ACTUAL	ESTIMATE	ESTIMATE
	FY14	FY15	FY16	FY17
Taxes Collected (General Fund)	74,792,824	79,706,674	75,500,000	83,000,000
Fees (Insurance Operating Fund):				
Admission	78,570	92,020	65,000	70,000
Company Renewal	81,645	81,235	85,000	83,000
Agent Licensing/Renewal	7,767,822	8,413,011	7,500,000	8,200,000
Exam Fees	15,020	15,440	15,000	15,000
Miscellaneous and Legal	13,198	8,399	10,000	9,000
Retaliatory/Filing	1,356,076	1,442,179	1,200,000	1,350,000
Administrative Penalties	685,000	1,252,694	300,000	300,000
Lists and Labels	1,500	1,180	1,500	1,500
Certification Letters	5,910	4,160	2,000	3,000
Investment Council Interest	17,926	16,335	20,000	20,000
Course Approval	18,925	18,675	20,000	17,000
Company Supervision	25,000	51,000	51,500	60,000
Subsequent Injury Fund:				
Sub-Injury Fund Assessment	2,783,474	7,708	2,500,000	0
Investment Council Interest	36,634	14,855	30,000	15,000
Continuing Education Fund:				
Agent Renewal Fees (Biennial renewal)	35,595	73,980	35,000	60,000
Special Collections for Workers Comp:				
Policy Fee (Transferred to Dept. of Labor)	263,998	274,331	260,000	260,000
Examination Fund (Effective 7-1-97)	1,583,433	1,359,000	1,400,000	1,400,000
<i>Total</i>	89,562,550	92,832,876	88,995,000	94,863,500

Selected Statistical Data:	ACTUAL	ACTUAL	ESTIMATE	ESTIMATE
	FY14	FY15	FY16	FY17
Total Licensed/Domestic Companies	1,145/50	0	1,415/50	0
Domestic Companies Financial Exams In Progress	4	3	5	5
Domestic Companies Financial Exams Closed	6	10	5	5
Company Market Conduct Exams In Progress	3	6	2	2
Company Market Conduct Exams Closed	3	0	2	2
Companies Licensed/Approved Mergers	15/9	28/16	15/10	15/10
Agent Licenses Issued	13,396	15,199	13,000	14,000
Agent Appointments Issued	64,922	63,892	52,000	60,000
Agent Licenses Renewed	24,836	23,070	22,000	22,500
Renewed Appointments	191,250	203,150	190,000	200,000
Agent Appointment Cancellations	53,298	58,362	50,000	55,000
Property/Casualty Filings Reviewed	7,687	7,599	6,500	7,250
Life/Health Filings Reviewed	3,341	3,372	3,500	3,350
Consumer Complaints Closed	723	644	700	675
Enforcement/Closed Files	1,020	1,154	1,000	1,000
Continuing Education:				
Agents Paying License Renewal	1,661	3,422	1,500	3,400
Agents Exempt	351	311	350	310
Courses Reviewed	736	747	750	725
Transfer to General Fund (SDCL 4-4-4.4)	\$7,799,269	\$8,896,330	\$6,231,000	\$8,000,000
Subsequent Injury Fund:				
New Claims	2	3	2	2
Claims Paid	71	72	70	70
Dollars Paid	\$1,278,089	\$1,949,304	\$1,800,000	\$1,800,000

BOARD OF ACCOUNTANCY - INFORMATIONAL

The mission is to protect the citizens of South Dakota from receiving inadequate accounting services by licensing qualified accountant applicants, monitoring continuing professional education and annual reporting requirements, and enforcing statutes and rules promulgated to regulate the practice of public accountancy.

- David Pummel, CPA, Chair
- Nicole Kasin, Executive Director

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	75,950	77,369	103,334	103,334	103,334	0	0.0%
Employee Benefits	35,298	30,579	40,507	40,507	40,507	0	0.0%
FTE	2.0	1.9	2.5	2.5	2.5	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	111,248	107,948	143,841	143,841	143,841	0	0.0%
Total PS	111,248	107,948	143,841	143,841	143,841	0	0.0%
Operating Expenses							
Travel	13,216	14,124	15,900	15,900	15,900	0	0.0%
Contractual Services	121,776	123,819	140,265	150,265	150,265	10,000	7.1%
Supplies & Materials	2,736	5,626	5,100	5,100	5,100	0	0.0%
Capital Outlay	0	2,447	2,000	2,000	2,000	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	137,728	146,015	163,265	173,265	173,265	10,000	6.1%
Total OE	137,728	146,015	163,265	173,265	173,265	10,000	6.1%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	248,976	253,964	307,106	317,106	317,106	10,000	3.3%
Total	248,976	253,964	307,106	317,106	317,106	10,000	3.3%

Budget Notes

Budget Realignment: Increase of **\$10,000** in **other fund** expenditure authority to align the budget request with the budget approved by the Board.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$313,105	\$277,255	\$300,810	\$289,820

BOARD OF BARBER EXAMINERS - INFORMATIONAL

The mission is to protect the public consumers of barbershop facilities from unsafe and unsanitary conditions by regulating the licensing of barbers, enforcing sanitary operating procedures, and updating governing statutes and regulations.

- Carol Tellinghuisen, Executive Director

	<u>Actual</u> <u>FY2014</u>	<u>Actual</u> <u>FY2015</u>	<u>Budgeted</u> <u>FY2016</u>	<u>Agency</u> <u>Request</u> <u>FY2017</u>	<u>Gov Rec</u> <u>FY2017</u>	<u>Gov Rec</u> <u>Inc/Dec</u> <u>FY2017</u>	<u>% Change</u> <u>From</u> <u>FY2016</u>
Personal Services							
Employee Salaries	1,500	1,920	2,274	2,274	2,274	0	0.0%
Employee Benefits	126	160	185	185	185	0	0.0%
FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	1,626	2,080	2,459	2,459	2,459	0	0.0%
Total PS	1,626	2,080	2,459	2,459	2,459	0	0.0%
Operating Expenses							
Travel	2,478	2,232	2,675	2,675	2,675	0	0.0%
Contractual Services	19,632	20,468	23,859	23,859	23,859	0	0.0%
Supplies & Materials	0	0	0	0	0	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	22,110	22,700	26,534	26,534	26,534	0	0.0%
Total OE	22,110	22,700	26,534	26,534	26,534	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	23,737	24,780	28,993	28,993	28,993	0	0.0%
Total	23,737	24,780	28,993	28,993	28,993	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$22,519	\$22,335	\$24,906	\$22,860

COSMETOLOGY COMMISSION - INFORMATIONAL

The mission is to ensure the health and safety of our citizens as they use cosmetology, esthetics, and nail technology services.

- Tammy Ugofsky, President
- Kate Boyd, Executive Director

	<u>Actual</u> <u>FY2014</u>	<u>Actual</u> <u>FY2015</u>	<u>Budgeted</u> <u>FY2016</u>	<u>Agency</u> <u>Request</u> <u>FY2017</u>	<u>Gov Rec</u> <u>FY2017</u>	<u>Gov Rec</u> <u>Inc/Dec</u> <u>FY2017</u>	<u>% Change</u> <u>From</u> <u>FY2016</u>
Personal Services							
Employee Salaries	108,965	117,926	129,751	143,396	143,396	13,645	10.5%
Employee Benefits	31,229	30,746	32,291	39,346	39,346	7,055	21.8%
FTE	3.1	3.3	3.0	3.6	3.6	0.6	20.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	140,194	148,672	162,042	182,742	182,742	20,700	12.8%
Total PS	140,194	148,672	162,042	182,742	182,742	20,700	12.8%
Operating Expenses							
Travel	33,653	38,505	40,074	40,074	40,074	0	0.0%
Contractual Services	167,310	72,737	59,451	71,451	71,451	12,000	20.2%
Supplies & Materials	11,426	10,747	10,481	10,481	10,481	0	0.0%
Capital Outlay	0	381	0	0	0	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	212,388	122,371	110,006	122,006	122,006	12,000	10.9%
Total OE	212,388	122,371	110,006	122,006	122,006	12,000	10.9%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	352,582	271,043	272,048	304,748	304,748	32,700	12.0%
Total	352,582	271,043	272,048	304,748	304,748	32,700	12.0%

Budget Notes

Part-Time Secretary: Increase of **\$20,700** in **other fund** expenditure authority and an increase of **0.6 FTE** for a part-time secretary to assist staff with applications, inspections paperwork, and administration.

Budget Realignment: Increase of **\$12,000** in **other fund** expenditure authority to align the budget with prior year's spending for state computer services and other contractual services for candidate testing services.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$292,877	\$287,225	\$293,200	\$289,700

PLUMBING COMMISSION - INFORMATIONAL

The mission is to keep the citizens of our state and their property safe from hazards associated with unsafe drinking water and unsafe waste disposal facilities.

- Mark Rogers, President
- Michael Richards, Executive Director

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	276,744	286,600	306,155	306,155	306,155	0	0.0%
Employee Benefits	101,741	99,712	102,870	102,870	102,870	0	0.0%
FTE	6.9	7.0	7.0	7.0	7.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	378,484	386,312	409,025	409,025	409,025	0	0.0%
Total PS	378,484	386,312	409,025	409,025	409,025	0	0.0%
Operating Expenses							
Travel	75,080	85,794	94,000	94,000	94,000	0	0.0%
Contractual Services	35,422	43,168	48,879	48,879	48,879	0	0.0%
Supplies & Materials	25,522	24,661	58,700	58,700	58,700	0	0.0%
Capital Outlay	1,517	2,224	0	0	0	0	0.0%
Other	1,381	556	0	0	0	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	138,922	156,404	201,579	201,579	201,579	0	0.0%
Total OE	138,922	156,404	201,579	201,579	201,579	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	517,406	542,716	610,604	610,604	610,604	0	0.0%
Total	517,406	542,716	610,604	610,604	610,604	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$519,683	\$609,110	\$608,850	\$608,850

BOARD OF TECHNICAL PROFESSIONALS - INFORMATIONAL

The mission is to protect the consumer from using the services of unqualified professional engineers, land surveyors, architects, landscape architects, and petroleum release assessors and remediators by the administration of examinations and registrations of qualified people; to promote high levels of professionalism through communication of board activities with registrants and the public; and, to conduct disciplinary actions.

- Dennis Micko, Chair
- Kathryn Patterson, Executive Director

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	110,704	115,312	135,528	135,528	135,528	0	0.0%
Employee Benefits	41,816	39,786	46,011	46,011	46,011	0	0.0%
FTE	3.0	2.8	3.5	3.5	3.5	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	152,520	155,098	181,539	181,539	181,539	0	0.0%
Total PS	152,520	155,098	181,539	181,539	181,539	0	0.0%
Operating Expenses							
Travel	17,118	11,883	33,900	33,900	33,900	0	0.0%
Contractual Services	125,217	149,138	132,205	132,205	132,205	0	0.0%
Supplies & Materials	6,928	14,906	17,200	17,200	17,200	0	0.0%
Capital Outlay	7,364	555	0	0	0	0	0.0%
Other	493	40	0	0	0	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	157,120	176,522	183,305	183,305	183,305	0	0.0%
Total OE	157,120	176,522	183,305	183,305	183,305	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	309,640	331,620	364,844	364,844	364,844	0	0.0%
Total	309,640	331,620	364,844	364,844	364,844	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$293,278	\$423,198	\$270,200	\$327,000

ELECTRICAL COMMISSION - INFORMATIONAL

The mission is to keep the citizens of our state and their property safe from the hazards associated with using electricity. The Commission administers the state laws and regulations concerning electrical wiring, inspects wiring installations, investigates complaints related to electrical wiring, and licenses all electricians within the state.

- Steve Arne, President
- John J. Linn, Executive Director

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	737,753	815,550	912,483	912,483	912,483	0	0.0%
Employee Benefits	227,884	250,981	259,240	259,240	259,240	0	0.0%
FTE	18.4	18.6	22.0	22.0	22.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	965,637	1,066,531	1,171,723	1,171,723	1,171,723	0	0.0%
Total PS	965,637	1,066,531	1,171,723	1,171,723	1,171,723	0	0.0%
Operating Expenses							
Travel	252,538	242,830	288,159	288,159	288,159	0	0.0%
Contractual Services	114,333	129,194	145,974	145,974	145,974	0	0.0%
Supplies & Materials	24,986	52,054	48,100	48,100	48,100	0	0.0%
Capital Outlay	13,534	3,274	6,000	6,000	6,000	0	0.0%
Other	965	1,940	0	0	0	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	406,357	429,292	488,233	488,233	488,233	0	0.0%
Total OE	406,357	429,292	488,233	488,233	488,233	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	1,371,994	1,495,823	1,659,956	1,659,956	1,659,956	0	0.0%
Total	1,371,994	1,495,823	1,659,956	1,659,956	1,659,956	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$1,622,242	\$1,483,656	\$1,508,000	\$1,378,000

REAL ESTATE COMMISSION - INFORMATIONAL

The mission of the Real Estate Commission is to protect the interest of the public when engaged in a real estate transaction; to enforce standards for education, licensing, practice of real estate brokers, salespersons, auctioneers, property managers, residential rental agents, home inspectors, property managers, timeshare agents, and the registration of condominium, timeshare, and subdivision projects.

- David Bonde, Chair
- Melissa Miller, Executive Director

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	226,984	234,992	258,075	258,075	258,075	0	0.0%
Employee Benefits	76,386	73,889	80,359	80,359	80,359	0	0.0%
FTE	5.0	5.0	5.0	5.0	5.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	303,370	308,880	338,434	338,434	338,434	0	0.0%
Total PS	303,370	308,880	338,434	338,434	338,434	0	0.0%
Operating Expenses							
Travel	21,127	15,809	34,730	34,730	34,730	0	0.0%
Contractual Services	131,578	89,674	164,375	164,375	164,375	0	0.0%
Supplies & Materials	25,010	18,975	29,700	29,700	29,700	0	0.0%
Capital Outlay	1,663	4,357	2,000	2,000	2,000	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	179,379	128,814	230,805	230,805	230,805	0	0.0%
Total OE	179,379	128,814	230,805	230,805	230,805	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	482,749	437,694	569,239	569,239	569,239	0	0.0%
Total	482,749	437,694	569,239	569,239	569,239	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$488,186	\$449,954	\$480,500	\$425,500

ABSTRACTERS BOARD OF EXAMINERS - INFORMATIONAL

The mission of the Abstracters Board of Examiners is to issue abstracter's licenses to qualified applicants; to examine and license new title plants and those changing ownership to maintain quality and compliance; to monitor and ensure the quality of services provided by licensees; and to promote continuing education for licensees.

- Greg Wick, President
- Viki Wilds, Secretary-Treasurer

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	14,691	14,100	16,070	16,070	16,070	0	0.0%
Employee Benefits	1,253	1,081	1,316	1,316	1,316	0	0.0%
FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	15,944	15,181	17,386	17,386	17,386	0	0.0%
Total PS	15,944	15,181	17,386	17,386	17,386	0	0.0%
Operating Expenses							
Travel	1,945	2,672	3,100	3,100	3,100	0	0.0%
Contractual Services	3,179	3,017	4,078	4,078	4,078	0	0.0%
Supplies & Materials	1,598	1,281	2,400	2,400	2,400	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	6,723	6,971	9,578	9,578	9,578	0	0.0%
Total OE	6,722	6,971	9,578	9,578	9,578	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	22,666	22,152	26,964	26,964	26,964	0	0.0%
Total	22,666	22,152	26,964	26,964	26,964	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$73,469	\$51,270	\$51,000	\$52,200

SOUTH DAKOTA ATHLETIC COMMISSION – INFORMATIONAL

The mission of the South Dakota Athletic Commission is to minimize injury risk and promote safety, to the extent possible, for all participants in the boxing, kickboxing, and mixed martial arts competitions through the enforcement of statutes and rules to regulate such events.

- Mike Kilmer, Chair
- Jennifer Stalley, Executive Secretary

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	4,227	8,076	6,509	6,509	6,509	0	0.0%
Employee Benefits	1,062	1,655	1,678	1,678	1,678	0	0.0%
FTE	0.1	0.1	0.0	0.0	0.0	0.0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	5,289	9,731	8,187	8,187	8,187	0	0.0%
Total PS	5,289	9,731	8,187	8,187	8,187	0	0.0%
Operating Expenses							
Travel	1,508	967	4,500	4,500	4,500	0	0.0%
Contractual Services	31,223	42,028	41,043	41,043	41,043	0	0.0%
Supplies & Materials	25	497	1,800	1,800	1,800	0	0.0%
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	32,756	43,492	47,343	47,343	47,343	0	0.0%
Total OE	32,756	43,492	47,343	47,343	47,343	0	0.0%
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	38,045	53,223	55,530	55,530	55,530	0	0.0%
Total	38,045	53,223	55,530	55,530	55,530	0	0.0%

Budget Notes

No recommended increases or decreases.

	ACTUAL FY14	ACTUAL FY15	ESTIMATE FY16	ESTIMATE FY17
TOTAL REVENUES:	\$15	\$25,188	\$42,475	\$36,150

Major Budget Change History

FY2016: The Dakota Roots Program received \$166,391 of ongoing general funds.

FY2015: Adult Education and Literacy (AEL) and workshop preparation received \$325,000 in general funds due to a decrease in support received through the U.S. Dept. of Education Workforce Investment Act.

FY2014: The South Dakota Athletic Commission was initiated by SB84 during the 2013 legislative session.

FY2013: The Dakota Roots campaign, which was created in 2006, received \$100,000 in general funds.

FY2012:

Cut General Funds by 11.9% (0.8 FTE and \$82K in the Human Rights area; \$20K adult education literacy grant matching funds)

The Department of Labor was part of Governor Daugaard's reorganization filed in January of 2011. The department name was changed to the Department of Labor and Regulation and the following divisions and programs were moved from the Department of Revenue: Division of Banking, Division of Securities, Division of Insurance, Real Estate Commission, Abstracters Board of Examiners, and Appraiser Certificate Program.

FY2011: Reduction of 1.0 FTE and \$20,253 in federal fund expenditure authority.

General Fund Reversions from the General Appropriations Act:

FY 2011: \$0

FY 2012: \$1

FY 2013: \$0

FY 2014: \$0

FY 2015: \$0