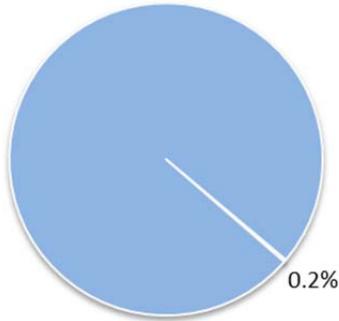


FY17 Budget Briefing

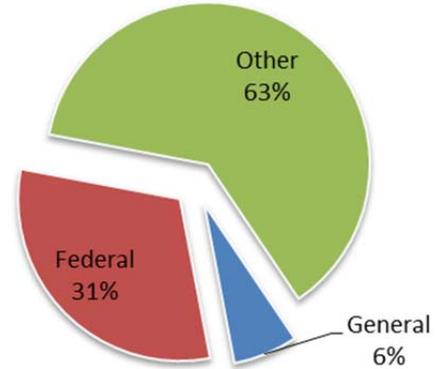
Public Safety

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.

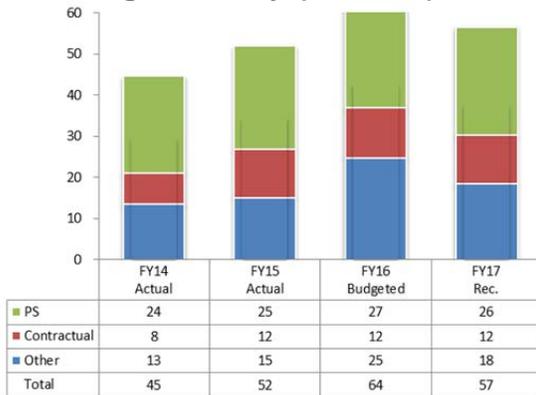
Agency Share of Budgeted General Funds



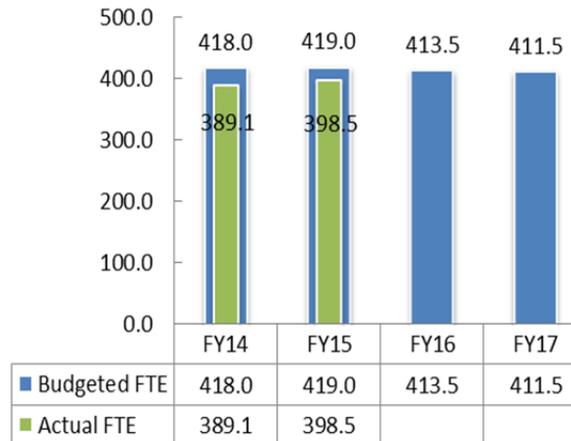
Sources of Funds



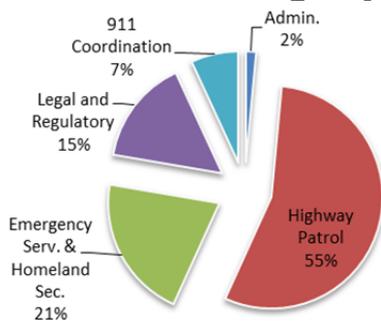
Budget History (millions)



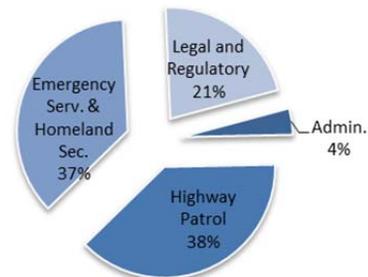
FTE



Distribution of Total Agency Funds



Distribution of Agency General Funds



Key Personnel

- Trevor Jones, Secretary
- Kristi Turman, Director of Emergency Services
- Jenna Howell, Director of Legal & Regulatory Services
- Angie Lemieux, Director of Administrative Services
- Colonel Craig Price, Superintendent Highway Patrol

Department Total

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	17,306,484	18,709,665	20,290,071	20,349,036	19,460,699	(829,372)	(4.1%)
Employee Benefits	6,228,409	6,490,779	6,829,514	6,848,361	6,829,514	0	0.0%
FTE	389.1	398.5	413.5	413.5	411.5	(2.0)	(0.5%)
Funding Types							
General	2,105,614	2,000,535	1,639,903	1,717,715	1,639,903	0	0.0%
Federal	2,144,051	2,476,274	3,139,902	3,139,902	3,083,902	(56,000)	(1.8%)
Other	19,285,228	20,723,637	22,339,780	22,339,780	21,566,408	(773,372)	(3.5%)
Total PS	23,534,893	25,200,446	27,119,585	27,197,397	26,290,213	(829,372)	(3.1%)
Operating Expenses							
Travel	1,485,886	1,501,209	1,563,910	1,681,764	1,563,550	(360)	(0.0%)
Contractual Services	7,628,478	11,658,636	12,107,564	12,172,300	11,927,032	(180,532)	(1.5%)
Supplies & Materials	2,274,997	2,243,939	2,486,117	2,486,117	2,486,117	0	0.0%
Grants And Subsidies	6,475,461	8,040,265	15,840,799	15,840,799	10,428,799	(5,412,000)	(34.2%)
Capital Outlay	3,259,861	3,365,568	4,942,590	4,942,590	3,942,590	(1,000,000)	(20.2%)
Funding Types							
General	1,106,756	1,461,601	1,952,103	2,016,839	2,016,839	64,736	3.3%
Federal	10,602,878	13,083,784	19,850,078	19,865,118	14,448,078	(5,402,000)	(27.2%)
Other	9,415,049	12,264,232	15,138,799	15,241,613	13,883,171	(1,255,628)	(8.3%)
Total OE	21,124,683	26,809,616	36,940,980	37,123,570	30,348,088	(6,592,892)	(17.8%)
Totals							
Funding Types							
General	3,212,370	3,462,136	3,592,006	3,734,554	3,656,742	64,736	1.8%
Federal	12,746,929	15,560,057	22,989,980	23,005,020	17,531,980	(5,458,000)	(23.7%)
Other	28,700,277	32,987,869	37,478,579	37,581,393	35,449,579	(2,029,000)	(5.4%)
Total	44,659,575	52,010,062	64,060,565	64,320,967	56,638,301	(7,422,264)	(11.6%)

Department Object Detail

Item	Actual FY2014	Actual FY2015	Budgeted FY2016	Governor Rec FY2017	Inc/Dec Over FY2016	% Change Over FY2016
PERSONAL SERVICES						
General	2,105,614	2,000,535	1,639,903	1,639,903	0	0.0%
Federal	2,144,051	2,476,273	3,139,902	3,083,902	(56,000)	-1.8%
Other Funds	19,285,228	20,723,636	22,339,780	21,566,408	(773,372)	-3.5%
Total Personal Services	23,534,893	25,200,444	27,119,585	26,290,213	(829,372)	-3.1%
FTE	389.1	398.5	413.5	411.5	(2.0)	-0.5%
TRAVEL						
General	144,143	123,221	168,094	168,094	0	0.0%
Federal	319,655	313,985	358,167	358,167	0	0.0%
Other Funds	1,022,088	1,064,003	1,037,649	1,037,289	(360)	0.0%
Total Travel	1,485,886	1,501,209	1,563,910	1,563,550	(360)	0.0%
CONTRACTUAL SERVICES						
General	891,327	1,188,972	1,691,456	1,756,192	64,736	3.8%
Federal	2,397,803	3,160,339	3,133,999	3,133,999	0	0.0%
Other Funds	4,339,348	7,309,325	7,282,109	7,036,841	(245,268)	-3.4%
Total Contractual Services	7,628,478	11,658,636	12,107,564	11,927,032	(180,532)	-1.5%
SUPPLIES AND MATERIALS						
General	40,056	67,720	57,975	57,975	0	0.0%
Federal	119,951	187,878	225,815	225,815	0	0.0%
Other Funds	2,114,990	1,988,341	2,202,327	2,202,327	0	0.0%
Total Supplies and Materials	2,274,997	2,243,939	2,486,117	2,486,117	0	0.0%
GRANTS AND SUBSIDIES						
General	0	0	0	0	0	0.0%
Federal	6,470,961	7,921,265	15,312,742	9,910,742	(5,402,000)	-35.3%
Other Funds	4,500	119,000	528,057	518,057	(10,000)	-1.9%
Total Grants and Subsidies	6,475,461	8,040,265	15,840,799	10,428,799	(5,412,000)	-34.2%
CAPITAL OUTLAY						
General	31,230	81,688	34,578	34,578	0	0.0%
Federal	1,294,508	1,500,317	819,355	819,355	0	0.0%
Other Funds	1,934,123	1,783,563	4,088,657	3,088,657	(1,000,000)	-24.5%
Total Capital Outlay	3,259,861	3,365,568	4,942,590	3,942,590	(1,000,000)	-20.2%
OTHER						
General	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0.0%
Other Funds	0	0	0	0	0	0.0%
Total Other	0	0	0	0	0	0.0%
TOTAL						
General	3,212,370	3,462,136	3,592,006	3,656,742	64,736	1.8%
Federal	12,746,929	15,560,057	22,989,980	17,531,980	(5,458,000)	-23.7%
Other Funds	28,700,277	32,987,868	37,478,579	35,449,579	(2,029,000)	-5.4%
Total All Funds	44,659,576	52,010,061	64,060,565	56,638,301	(7,422,264)	-11.6%

Major Expansions and Reductions

Budget Item	Governor's Recommendation				FTE
	General Funds	Federal Funds	Other Funds	Total Funds	
Department-wide Federal and Other Fund Reductions		(5,458,000)	(2,029,000)	(7,487,000)	(2.0)
Legal & Regulatory Services Weights & Measures increased Inspection Fees	64,736			64,736	
Total	\$64,736	(\$5,458,000)	(\$2,029,000)	(\$7,422,264)	(2.0)

Federal and Other Fund Reductions – Reductions of **\$5,458,000** in federal fund expenditure authority, **\$2,029,000** in other fund expenditure authority, and **2.0 FTEs** to align budget with anticipated utilization.

Inspection Fees – The Governor recommends an **increase of \$64,736** from general funds due to higher rates and additional hours projected for inspections in FY17.

The hourly inspection rate for FY17 is projected to increase from \$56.19 to \$56.75 which is a 1% inflationary increase. This is calculated as follows: Budgeted inspection hours 8,699 X \$56.75 = \$493,668. \$493,668 - \$488,804 = \$4,864.

In addition, an increase in the number of budgeted inspection hours is recommended. The number of budget inspection hours would increase by 1,055 hours, from 8,699 to 9,754.

This estimate is based on the FY14 inspection hours completed. This is calculated as follows: Budgeted inspection hours 9,754 x \$56.75 = \$553,540. \$533,540 - \$493,668 = \$59,872.

The department estimates revenue earned from the additional 1,055 hours is \$59,917.

ADMINISTRATION

The mission of the Administration is to provide leadership and direction to the department's agencies. Also to develop and implement policies, prepare an annual budget, oversee legislative activities, and provide administrative and fiscal support.

	<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	495,734	547,005	696,583	696,583	510,583	(186,000)	(26.7%)
Employee Benefits	147,597	154,285	173,956	173,956	173,956	0	0.0%
FTE	9.7	9.0	8.5	8.5	8.5	0.0	0.0%
Funding Types							
General	117,506	120,162	125,747	125,747	125,747	0	0.0%
Federal	77,220	82,283	145,702	145,702	89,702	(56,000)	(38.4%)
Other	448,604	498,845	599,090	599,090	469,090	(130,000)	(21.7%)
Total PS	643,330	701,290	870,539	870,539	684,539	(186,000)	(21.4%)
Operating Expenses							
Travel	5,881	9,225	9,649	9,649	9,649	0	0.0%
Contractual Services	71,014	80,344	131,105	131,105	131,105	0	0.0%
Supplies & Materials	14,327	10,761	10,148	10,148	10,148	0	0.0%
Capital Outlay	3,903	13,122	3,700	3,700	3,700	0	0.0%
Funding Types							
General	13,569	13,563	14,574	14,574	14,574	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	81,556	99,890	140,028	140,028	140,028	0	0.0%
Total OE	95,125	113,453	154,602	154,602	154,602	0	0.0%
Totals							
Funding Types							
General	131,075	133,725	140,321	140,321	140,321	0	0.0%
Federal	77,220	82,283	145,702	145,702	89,702	(56,000)	(38.4%)
Other	530,160	598,735	739,118	739,118	609,118	(130,000)	(17.6%)
Total	738,455	814,743	1,025,141	1,025,141	839,141	(186,000)	(18.1%)

Budget Notes

Federal and Other Fund Reduction – **Reduction of \$56,000** in federal fund expenditure authority and **\$130,000** in other fund expenditure authority to align budget with anticipated utilization.

HIGHWAY PATROL

The mission of the Highway Patrol is to protect the rights and interests of the public; to promote the safe and efficient use of our highways; to provide enforcement of all traffic, motor carrier, and criminal statutes and regulations; to promote traffic safety and compliance with state and federal laws and regulations; to provide radio dispatch services; to maintain data on vehicle accidents; and to pursue a reduction in traffic crashes and traffic and criminal violations. The Division of Highway Patrol includes Highway Patrol, Accident Records, Highway Safety, and State Radio.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	12,316,210	13,316,218	13,993,437	13,993,437	13,579,437	(414,000)	(3.0%)
Employee Benefits	4,292,341	4,567,414	4,701,762	4,701,762	4,701,762	0	0.0%
FTE	252.8	261.5	278.0	278.0	276.0	(2.0)	(0.7%)
Funding Types							
General	997,080	832,680	482,928	482,928	482,928	0	0.0%
Federal	1,112,567	1,316,532	1,576,977	1,576,977	1,576,977	0	0.0%
Other	14,498,903	15,734,420	16,635,294	16,635,294	16,221,294	(414,000)	(2.5%)
Total PS	16,608,551	17,883,632	18,695,199	18,695,199	18,281,199	(414,000)	(2.2%)
Operating Expenses							
Travel	780,213	798,181	796,953	914,807	796,953	0	0.0%
Contractual Services	3,757,250	5,088,673	5,383,222	5,383,222	5,383,222	0	0.0%
Supplies & Materials	1,939,035	1,769,342	2,077,579	2,077,579	2,077,579	0	0.0%
Grants And Subsidies	2,036,862	2,524,888	3,699,666	3,699,666	2,719,666	(980,000)	(26.5%)
Capital Outlay	1,974,131	1,850,038	2,079,757	2,079,757	2,079,757	0	0.0%
Funding Types							
General	151,394	377,736	907,916	907,916	907,916	0	0.0%
Federal	4,192,619	5,042,577	6,294,919	6,309,959	5,314,919	(980,000)	(15.6%)
Other	6,143,478	6,610,807	6,834,342	6,937,156	6,834,342	0	0.0%
Total OE	10,487,491	12,031,120	14,037,177	14,155,031	13,057,177	(980,000)	(7.0%)
Totals							
Funding Types							
General	1,148,474	1,210,416	1,390,844	1,390,844	1,390,844	0	0.0%
Federal	5,305,186	6,359,108	7,871,896	7,886,936	6,891,896	(980,000)	(12.4%)
Other	20,642,382	22,345,228	23,469,636	23,572,450	23,055,636	(414,000)	(1.8%)
Total	27,096,042	29,914,752	32,732,376	32,850,230	31,338,376	(1,394,000)	(4.3%)

Budget Notes

Federal and Other Fund Reduction – Reduction of \$980,000 in federal fund expenditure authority, **\$414,000** in other fund expenditure authority, and **2.0 FTEs** to align budget with anticipated utilization.

EMERGENCY SERVICES & HOMELAND SECURITY

The mission of Emergency Services is to provide for the safety of the public by assisting state and local governments with improving their capability to prevent, prepare for, respond to, and recover from an emergency or disaster event by training firefighters and other emergency management and public safety personnel; reviewing building plans; inspecting facilities for life safety requirements; investigating fires; coordinating a state response to an emergency or disaster situation; and providing preparedness and recovery information to local governments and South Dakota citizens.

The mission of Homeland Security is to lead the effort in keeping South Dakota free from any acts of terrorism by: coordinating an extensive information sharing network between all levels of government and local officials; assisting city, county, and tribal governments with an ongoing assessment of their jurisdictions to determine their anti-terrorism needs; and by managing anti-terrorism Homeland Security grants to assist city, county, and tribal government with the acquisition of resources needed to both prevent acts of terrorism and to respond and recover should one occur.

The Division of Emergency Services and Homeland Security includes: Office of Emergency Management, the State Fire Marshal's Office, and the Office of Homeland Security.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	1,435,957	1,613,762	1,895,693	1,954,658	1,866,321	(29,372)	(1.5%)
Employee Benefits	486,837	495,793	592,965	611,812	592,965	0	0.0%
FTE	30.3	32.0	30.5	30.5	30.5	0.0	0.0%
Funding Types							
General	929,739	985,010	963,622	1,041,434	963,622	0	0.0%
Federal	954,264	1,075,686	1,408,723	1,408,723	1,408,723	0	0.0%
Other	38,792	48,859	116,313	116,313	86,941	(29,372)	(25.3%)
Total PS	1,922,794	2,109,554	2,488,658	2,566,470	2,459,286	(29,372)	(1.2%)
Operating Expenses							
Travel	224,400	249,188	263,054	263,054	262,694	(360)	(0.1%)
Contractual Services	1,066,107	1,472,071	1,322,563	1,322,563	1,277,295	(45,268)	(3.4%)
Supplies & Materials	86,113	173,199	146,637	146,637	146,637	0	0.0%
Grants And Subsidies	4,438,599	5,415,377	11,641,133	11,641,133	7,209,133	(4,432,000)	(38.1%)
Capital Outlay	857,430	703,534	470,643	470,643	470,643	0	0.0%
Funding Types							
General	309,318	361,778	374,771	374,771	374,771	0	0.0%
Federal	6,153,073	7,456,180	13,232,806	13,232,806	8,810,806	(4,422,000)	(33.4%)
Other	210,259	195,411	236,453	236,453	180,825	(55,628)	(23.5%)
Total OE	6,672,649	8,013,369	13,844,030	13,844,030	9,366,402	(4,477,628)	(32.3%)
Totals							
Funding Types							
General	1,239,056	1,346,788	1,338,393	1,416,205	1,338,393	0	0.0%
Federal	7,107,336	8,531,866	14,641,529	14,641,529	10,219,529	(4,422,000)	(30.2%)
Other	249,051	244,270	352,766	352,766	267,766	(85,000)	(24.1%)
Total	8,595,443	10,122,924	16,332,688	16,410,500	11,825,688	(4,507,000)	(27.6%)

Budget Notes

Federal and Other Fund Reduction – Reduction of \$4,422,000 in federal fund expenditure authority and **\$85,000** in other fund expenditure authority to align budget with anticipated utilization.

LEGAL AND REGULATORY SERVICES

The mission of Legal and Regulatory Services is to make South Dakota highways safe by ensuring only qualified drivers are licensed to drive; to keep South Dakota safe by ensuring secure South Dakota driver license and identification documents are issued based upon legitimate identification documents; to protect the health, safety, and economic interests of citizens by providing a consolidated manpower pool and expertise to allow efficiencies in completing required inspections for state agencies; and by enforcing laws governing weighing and measuring devices. The Legal and Regulatory Services Division includes Weights and Measures, Driver Licensing, and State Inspections.

	Actual FY2014	Actual FY2015	Budgeted FY2016	Agency Request FY2017	Gov Rec FY2017	Gov Rec Inc/Dec FY2017	% Change From FY2016
Personal Services							
Employee Salaries	2,997,545	3,168,569	3,616,203	3,616,203	3,416,203	(200,000)	(5.5%)
Employee Benefits	1,283,007	1,254,698	1,338,785	1,338,785	1,338,785	0	0.0%
FTE	95.3	94.9	95.5	95.5	95.5	0.0	0.0%
Funding Types							
General	61,289	62,683	67,606	67,606	67,606	0	0.0%
Federal	0	1,773	8,500	8,500	8,500	0	0.0%
Other	4,219,263	4,358,811	4,878,882	4,878,882	4,678,882	(200,000)	(4.1%)
Total PS	4,280,552	4,423,267	4,954,988	4,954,988	4,754,988	(200,000)	(4.0%)
Operating Expenses							
Travel	461,000	431,151	469,254	469,254	469,254	0	0.0%
Contractual Services	2,447,206	2,717,665	3,324,598	3,389,334	3,189,334	(135,264)	(4.1%)
Supplies & Materials	234,943	289,144	249,253	249,253	249,253	0	0.0%
Capital Outlay	423,106	696,521	66,455	66,455	66,455	0	0.0%
Funding Types							
General	632,475	708,524	654,842	719,578	719,578	64,736	9.9%
Federal	257,186	585,027	322,353	322,353	322,353	0	0.0%
Other	2,676,593	2,840,932	3,132,365	3,132,365	2,932,365	(200,000)	(6.4%)
Total OE	3,566,254	4,134,483	4,109,560	4,174,296	3,974,296	(135,264)	(3.3%)
Totals							
Funding Types							
General	693,764	771,207	722,448	787,184	787,184	64,736	9.0%
Federal	257,186	586,800	330,853	330,853	330,853	0	0.0%
Other	6,895,856	7,199,743	8,011,247	8,011,247	7,611,247	(400,000)	(5.0%)
Total	7,846,806	8,557,750	9,064,548	9,129,284	8,729,284	(335,264)	(3.7%)

Budget Notes

Inspection Fees – The Governor recommends an **increase of \$64,736** from general funds due to higher rates and additional hours projected for inspections in FY17.

The hourly inspection rate for FY17 is projected to increase from \$56.19 to \$56.75 which is a 1% inflationary increase. This is calculated as follows: Budgeted inspection hours 8,699 X \$56.75 = \$493,668. \$493,668 - \$488,804 = \$4,864.

In addition, an increase in the number of budgeted inspection hours is recommended. The number of budget inspection hours would increase by 1,055 hours, from 8,699 to 9,754.

This estimate is based on the FY14 inspection hours completed. This is calculated as follows: Budgeted inspection hours 9,754 x \$56.75 = \$533,540. \$533,540 - \$493,668 = \$59,872.

The department estimates revenue earned from the additional 1,055 hours is \$59,917.

Other Fund Reduction – Reduction of \$400,000 in other fund expenditure authority to align budget with anticipated utilization.

911 COORDINATION BOARD – INFORMATIONAL

This division was added in FY2013. The mission of the State 9-1-1 Coordination Board is to coordinate effective 9-1-1 services statewide by: setting standards for 9-1-1 public safety answering points; verifying compliance with the 9-1-1 standards; planning for and overseeing the deployment and on-going operation of the Next Generation 9-1-1 system; monitoring the collection, disbursement and use of 9-1-1 surcharge revenue; gathering 9-1-1 related statistics and data; reporting annually to the Legislature and Governor; coordinating and providing grant funds for 9-1-1 public safety answering points.

	<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	61,039	64,112	88,155	88,155	88,155	0	0.0%
Employee Benefits	18,626	18,591	22,046	22,046	22,046	0	0.0%
FTE	1.0	1.0	1.0	1.0	1.0	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	79,665	82,702	110,201	110,201	110,201	0	0.0%
Total PS	79,665	82,702	110,201	110,201	110,201	0	0.0%
Operating Expenses							
Travel	14,392	13,464	25,000	25,000	25,000	0	0.0%
Contractual Services	286,901	2,299,882	1,946,076	1,946,076	1,946,076	0	0.0%
Supplies & Materials	579	1,492	2,500	2,500	2,500	0	0.0%
Grants And Subsidies	0	100,000	500,000	500,000	500,000	0	0.0%
Capital Outlay	1,292	102,353	2,322,035	2,322,035	1,322,035	(1,000,000)	(43.1%)
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	303,164	2,517,191	4,795,611	4,795,611	3,795,611	(1,000,000)	(20.9%)
Total OE	303,164	2,517,191	4,795,611	4,795,611	3,795,611	(1,000,000)	(20.9%)
Totals							
Funding Types							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	382,829	2,599,893	4,905,812	4,905,812	3,905,812	(1,000,000)	(20.4%)
Total	382,829	2,599,893	4,905,812	4,905,812	3,905,812	(1,000,000)	(20.4%)

Budget Notes

Other Fund Reduction – Reduction of \$1,000,000 in other fund expenditure authority to align budget with anticipated utilization.

Governor's Recommended Compensation Plan and Billings Pool - (page 21 of the Governor's FY16 Budget Book)

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. *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	(\$8,826)	(\$16,899)	(\$85,375)	(\$111,100)
Market Adjustment	PS	\$38,761	\$75,381	\$312,901	\$427,043
Movement Towards Market Value	PS	\$31,095	\$48,749	\$412,206	\$492,050
Health Insurance	OE	(\$397)	(\$1,644)	(\$3,426)	(\$5,467)
Market Adjustment	OE	\$990	\$2,957	\$6,451	\$10,398
Movement Towards Market Value	OE	\$776	\$2,380	\$15,145	\$18,301
	Total	\$62,399	\$110,924	\$657,902	\$831,225

- 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.
 - Recommended 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	320	1,456	1,926	3,702

Other Fund Balances

Company and Fund Name	Blue Book Page	Ending Cash and Investment Balance June 30		60-Month Average Cash Balance	Lowest Monthly Cash Balance in Past Five Years	
		FY2014	FY2015		Amount	Month
Company 3048 - Boiler Inspection Fund	218	32,085	40,000	40,248	3,154	March 2011
Company 3144 - S.D. 911 Coordination Fund	220	6,491,546	7,574,248	3,007,879	278,061	July 2010
Company 3144 - Special Emergency and Disaster Special Revenue Fund	221	(3,606,311)	534,459	(4,616,720)	(20,213,014)	June 2011
Company 3177 - State Motor Vehicle Fund - Public Safety	222	713,737	447,408	2,438,187 *	883,195	August 2014
Company 3184 - Cigarette Fire Safety Standard Act Fund	224	197,164	171,827	141,132	0	July 2010
Company 3184 - Motorcycle Safety	225	785,161	582,563	839,120	582,563	June 2015
Company 3184 - Other	226	160,282	184,582	131,264	23,202	August 2013
Company 6022 - Public Safety Inspections Fund	227	265,604	326,943	237,251	102,869	May 2013
Company 8000 - Agency Fund	228	1,219,066	1,216,650	N/A	N/A	N/A

* The 60 month average balance in company 3177 includes cash balances in both Department of Revenue and Public Safety.

Major Budget Change History

- ✓ FY2016 – General fund increase of \$21,380 for inspection fees.
- ✓ FY2015 - The Governor recommended and the Legislature approved \$1,400,000 in general funds and \$300,000 in other fund expenditure authority to build a Public Safety building in Rapid City.
- ✓ FY2014 – A new Preparedness Team Leader was added to the Emergency Services & Homeland Security Division to work with the Presidential Disaster declarations. The total expansion was \$61,436 (half general funds, half federal fund expenditure authority).
- ✓ FY2014 – Five new FTE were provided for the Driver Licensing Division. This was a \$203,674 expansion in other funds.
- ✓ FY2010 – Effective December 31, 2009, (FY2010) federal regulations require anyone applying for a new, renewal, or duplicate driver license or identification card to provide documentation per the following website:
http://dps.sd.gov/licensing/driver_licensing/obtain_a_license.aspx
- ✓ FY2010 – During the 2009 Legislative Session, SB32 was passed which increased certain fees related to the use of motor vehicles with a July 1, 2009 (FY2010) effective date. The most notable of these increases was license renewal fees which changed from \$8 to \$20. It is anticipated that this increase will generate an additional \$1.9 million in revenue per fiscal year. Other fees that were increased include: duplicate license fees; commercial license and renewals fees; fees for the commercial driver license endorsement knowledge tests that are administered; license reinstatement fees after a revocation, suspension, or disqualification; motor vehicle report fees; and motor vehicle registration fees. In total, these fee increases will generate an estimated \$4.2 million in new revenue per fiscal year. The fees collected are deposited into the State Motor Vehicle Fund, which is used to administer the state motor vehicle and driver licensing functions. The fee increase will help contribute to the operating costs of the Highway Patrol and Driver Licensing Program. By statute, any excess cash in the State Motor Vehicle Fund at the end of each fiscal year, less an amount needed to provide cash flow, is transferred to the Local Government Highway and Bridge Fund. During the 2009 Legislative Session, DPS, in response to JCA questions, commented that it is anticipated there will be excess cash for this transfer at the end of FY2010. The amount of the transfer was actually \$1,640,205.54 transferred on August 4, 2010.
- ✓ FY2010 – The JCA appointed a sub-committee on Driver Licensing to examine issues related to the closing of 15 driver licensing exam stations in South Dakota effective October 1, 2009. The 15 driver licensing exam stations were located in the following

towns: Britton, Howard, Tyndall, Parkston, Salem, Freeman, Canton, Flandreau, Clark, Clear Lake, De Smet, Deadwood, Platte, Philip, and Beresford. The sub-committee's final report is located at:

<http://legis.state.sd.us/interim/2009/RelatedDocuments.aspx?KeywordID=108>

Interagency Billings

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

Bureau Name	General	Federal	Other	Total
Bureau of Finance and Management	2,243	28,539	127,903	158,685
Bureau of Administration	209,336	341,781	785,026	1,336,143
Bureau of Information and Telecommunication	83,141	481,367	1,153,886	1,718,394
Bureau of Human Resources	18,313	25,993	163,911	208,217
Total FY15 Interagency Payments	313,033	877,680	2,230,727	3,421,440