

# State of South Dakota

SEVENTY-THIRD SESSION  
LEGISLATIVE ASSEMBLY, 1998

118B0175

## HOUSE BILL NO. 1076

Introduced by: Representative Munson (Donald) and Senators Johnson (William) and Hunhoff

1 FOR AN ACT ENTITLED, An Act to provide for biennial budgets for state agencies.

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

3 Section 1. That § 4-7-7 be amended to read as follows:

4 4-7-7. The head of each budget unit, not later than October fifteenth of each year, shall  
5 submit, on forms prescribed by the Bureau of Finance and Management and in the manner  
6 deemed appropriate, such explanatory data as required and necessary to adequately convey the  
7 budget requests for the biennial budget or supplement to the biennial budget, to the Bureau of  
8 Finance and Management estimates of the financial requirements of his budget unit for the next  
9 ~~fiscal year~~ biennium or supplement to the biennial budget. The estimates so submitted shall first  
10 receive the approval of the board or commission of each budget unit for which a board or  
11 commission is constituted. Not later than the November first following such submission, copies  
12 of such explanatory data of the budget requests shall be transmitted to the Legislative Research  
13 Council by the Bureau of Finance and Management.

14 Section 2. That § 4-7-10 be amended to read as follows:

15 4-7-10. The budget report shall contain and include the following information:

16 (1) Summary statements of the financial condition of the state, accompanied by such

1 detailed schedules of assets and liabilities as the Governor deems desirable, which  
2 shall include, but not be limited to, the following:

3 (a) A comparative consolidated balance sheet showing the fiscal condition of the  
4 state general fund and the surplus or deficit, as the case may be, at the close of  
5 each of the two fiscal years last concluded.

6 (b) Summary statements of the general fund balance showing in detail the surplus  
7 or deficit at the beginning of each of the two fiscal years last concluded, the  
8 actual revenue of that year, the total appropriations of that year, and the total  
9 expenditures of that year.

10 (c) Similar summary statements of the estimated fund balance for the current fiscal  
11 year and the next two fiscal year years.

12 (2) Statements of actual revenue for each of the two fiscal years last concluded, and the  
13 estimated revenue of the current fiscal year and the next two fiscal year years, and a  
14 statement of unappropriated surplus expected to have accrued in the state treasury at  
15 the beginning of the next fiscal year. The statements of revenue and estimated revenue  
16 shall be classified by source. Existing sources of revenue shall be analyzed as to their  
17 equity, productivity and need for revision, and any proposed new sources of revenue  
18 shall be explained.

19 (3) Summary statements of expenditures, including funds received in accordance with the  
20 State and Local Fiscal Assistance Act, for each of the two fiscal years last concluded,  
21 itemized by budget units and classified as prescribed by the commissioner of finance  
22 and management.

23 (4) Detailed comparative statements of expenditures and requests for appropriations,  
24 including funds received or anticipated to be received in accordance with the State  
25 and Local Fiscal Assistance Act, by fund classification, budget units and classification

1 of expenditures, showing the expenditures for each of the two fiscal years last  
2 concluded, the budget of the current fiscal year, and the Governor's recommendations  
3 for appropriations for each budget unit for the next ~~fiscal year~~ biennium or supplement  
4 to the biennial budget, all distributed according to the prescribed classification of  
5 expenditures. Following the lists of actual and proposed expenditures of each budget  
6 unit there shall be a brief explanation of the functions of the unit and comments on its  
7 policies and plans and on any considerable differences among the amounts expended,  
8 and the amounts recommended, with such descriptive, quantitative, comparative and  
9 other data as to work done, unit costs and like information as may be considered  
10 necessary or desirable. For capital outlay expenditures involving construction projects  
11 to be completed in two or more fiscal years, there shall be shown the total estimated  
12 cost of each such project and the amount thereof recommended to be appropriated  
13 and expended in each ensuing fiscal year until completion of the project. Capital  
14 outlay needs shall be projected for at least three years beyond the period covered by  
15 the budget.

16 (5) A summary statement of the unappropriated fund balances estimated to be available  
17 at the beginning of the next fiscal year, and the estimated revenue of the next two  
18 ~~fiscal year~~ years, as compared with the total recommended amounts of appropriation  
19 for expenditures for the next two fiscal ~~year~~ years, and if the total of the  
20 recommended expenditures exceeds the total of the estimated resources,  
21 recommendations as to how the deficiency is to be met and estimates of any proposed  
22 additional revenues.

23 (6) Informational budgets submitted pursuant to § 4-7-7.2.

24 (7) Such other information as the Governor deems desirable or as is required by law.

25 (8) Each program listed in the annual budget report shall contain a description of the

1 revenues related to that program including the actual amounts received for the  
2 preceding fiscal years and projections of receipts for the current and next two fiscal  
3 ~~year~~ years.

4 Section 3. That chapter 4-7 be amended by adding thereto a NEW SECTION to read as  
5 follows:

6 The Governor's proposed budget presented to the Legislature for consideration in even-  
7 numbered years shall contain biennial budget recommendations for the following departments  
8 or agencies: Tourism; Transportation; Education and Cultural Affairs; Commerce and  
9 Regulation; Public Utilities Commission; Corrections; the Unified Judicial System; the  
10 Legislature; Attorney General; School and Public Lands; Secretary of State; State Auditor;  
11 Revenue; and Military and Veterans' Affairs.

12 The Governor's proposed budget presented to the Legislature for consideration in odd-  
13 numbered years shall contain biennial budget recommendations for the following departments  
14 or agencies: Executive Management; Agriculture; Game, Fish and Parks, Social Services, Health,  
15 Labor, the South Dakota Retirement System, Human Services, Environment and Natural  
16 Resources, and the South Dakota Lottery.

17 The Governor's proposed budget presented to the Legislature for consideration each year  
18 shall contain annual budget recommendations for the Board of Regents, state employee salary  
19 policy, supplements to existing biennial budget, and any other recommendations deemed  
20 appropriate by the Governor.