



**Fourth Meeting**  
**2011 Interim**  
**December 6, 2011**

**LCR 1 & 2**  
**State Capitol Building**  
**Pierre, South Dakota**

**Tuesday, December 6, 2011**

The fourth meeting of the Special Committee on Appropriations for 2011 was called to order by the Co-Chair, Representative Dean Wink, at 2:25 p.m. (CDT) in Legislative Conference Rooms 1 & 2 of the State Capitol, Pierre, South Dakota.

A quorum was determined with the following members answering the roll call: Senators Corey Brown (Co-Chair), Phyllis Heineman, Kent Juhnke, Al Novstrup, Deb Peters, J.E. "Jim" Putnam, Billie Sutton, and Larry Tidemann (Vice Chair); and Representatives Jim Bolin, Lance Carson (Vice Chair), Bob Deelstra, H. Paul Dennert, Dan Dryden, Fred Romkema, Jim White, Dean Wink (Co-Chair), and Susan Wismer. Senator Jeffrey Haverly was excused.

Staff members present included Fred Schoenfeld, Chief Fiscal Analyst; Annie Mehlhaff, Principal Fiscal Analyst; Sue Cichos, Principal Fiscal Analyst; Aaron Olson, Senior Fiscal Analyst; Terry Miller, Senior Fiscal Analyst; and Lisa Shafer, Legislative Secretary.

(NOTE: For purpose of continuity, the following minutes are not necessarily in chronological order. Also, all referenced documents distributed at the meeting are attached to the original minutes on file in the Legislative Research Council (LRC). This meeting was web cast live. The archived web cast is available at the LRC web site at <http://legis.state.sd.us> under "Interim Information – Current Interim – Minutes and Agendas.")

### **Approval of Minutes**

**REPRESENTATIVE CARSON MOVED, SECONDED BY REPRESENTATIVE DRYDEN, TO APPROVE THE MINUTES FROM THE OCTOBER 14, 2011 MEETING. The motion prevailed on a voice vote.**

### **Discussion of the Governor's Proposed FY2013 Budget**

**Representative Dean Wink** stated that the budget address is cautiously optimistic and the revenues are coming in above projections. Because of the decisions made last session, the state is in a better position to address future challenges.

### **Legislative Documents**

**Mr. Fred Schoenfeld**, Chief Fiscal Analyst with the Legislative Research Council, distributed the report entitled "State General Fund Receipts – FY12 Year-to-Date through November" (**Document #1**). He said that the receipts are up \$30 million from the adopted estimate; which is consistent with the numbers used in the Governor's budget for FY12.

In response to **Representative Jim Bolin's** question, **Mr. Aaron Olson**, Senior Fiscal Analyst with the Legislative Research Council, stated that the increase in the Bank Franchise Tax was partly the result of a one-time deposit from an accounting restatement by one of the large banks in the state. The increase was also from quarterly deposits that were not predicted. The quarterly deposits could continue in the future.

In response to an issue raise by **Senator Deb Peters**, **Senator Corey Brown** stated that the budget call letter should include a request for the agencies to identify their federal funds that could be in jeopardy as the result of Congressional failure to enact deficit reductions

### **Adjourn**

**REPRESENTATIVE CARSON MOVED, SECONDED BY SENATOR BROWN, TO ADJOURN. The motion prevailed unanimously on a voice vote.**

The committee adjourned at 2:45 p.m.



All Legislative Research Council committee minutes and agendas are available at the South Dakota Legislature's Homepage: <http://legis.state.sd.us>. Subscribe to receive electronic notification of meeting schedules and the availability of agendas and minutes at **MyLRC** (<http://legis.state.sd.us/mylrc/index.aspx>).