



**Joint Committee on Appropriations**  
REPRESENTATIVE DAVID ANDERSON, CO-CHAIR  
SENATOR LARRY TIDEMANN, CO-CHAIR

April 4, 2017

Ms. Lynne Valenti, Secretary  
Department of Social Services  
Kneip Building  
Pierre, SD 57501

Mr. Denny Kaemingk, Secretary  
Department of Corrections  
Solem Building  
Pierre, SD 57501

Ms. Gloria Pearson, Secretary  
Department of Human Services  
Hillsview Plaza  
Pierre, SD 57501

Mr. Greg Sattizahn, State Court Administrator  
Unified Judicial System  
State Capitol Building  
Pierre, SD 57501

**Letter of Intent Regarding Legislation Approved in the 2017 Session**

Dear Agency Head:

This Letter of Intent sets forth a particular view held by the Joint Committee on Appropriations in approving your appropriation in the 2017 legislative session. As such, this Letter of Intent seeks to supplement that legislation with specific policy guidance as approved on March 27, 2017.

While the guideline does not have the direct force of statutory law, it rests solidly on a long-standing tradition of Legislative-Executive relationships in South Dakota and it will be used by the Joint Committee as one basis for the fiscal oversight of your agency and its continued funding.

The 2017 South Dakota Legislature approved a discretionary 0.3% base rate increase to community based providers. It is the intent of the Interim Joint Committee on Appropriations that in FY2018, these providers are to receive a base rate increase in conformity with Attachment 1 of this document. Additionally, the committee requests a report on how providers used the increase.

Thank you for your cooperation.

/s/ Senator Tidemann  
Senator Larry Tidemann  
Lead Co-Chair, Joint Committee on Appropriations

/s/ Representative Anderson  
Representative David Anderson  
Co-Chair, Joint Committee on Appropriations

cc: Marty Guindon, Auditor General  
Liza Clark, Commissioner, Bureau of Finance and Management

Attachment

Here is the break out of the provider groups with a Medicaid payer mix of 50% or greater that will receive an increase in the FY 18 budget:

<b>Provider</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
PTRF (MS)	\$21,999	\$27,150	-	\$49,149
Long Term Care (NH, Hospice, AL)	\$261,584	\$322,831	-	\$584,415
Elderly Nutrition Program	\$16,233	-	-	\$16,233
In-home Services for elderly	\$35,674	\$13,037	-	\$48,711
Victim Services	\$11,474	-	-	\$11,474
Groups Care Providers	\$9,098	\$1,248	-	\$10,346
PRTF (CPS)	\$19,091	\$23,586	-	\$42,677
Community Based Behavioral Health (Substance Abuse, Mental Health)	\$132,853	\$40,838	-	\$173,691
Other Provider Groups	\$68,262	\$9,962	\$2,564	\$80,788
<b>DSS Total</b>	<b>\$600,397</b>	<b>\$440,175</b>	<b>\$2,564</b>	<b>\$1,043,136</b>
DHS Community Services	\$187,008	\$241,838	\$16,821	\$445,667
DOC Community Services	\$8,881	\$12,175	-	\$21,056
UJS Community Services	\$5,971	\$221	-	\$6,192
<b>TOTAL</b>	<b>\$802,257</b>	<b>\$694,409</b>	<b>\$19,385</b>	<b>\$1,516,051</b>

Source: Joint Appropriations Committee FY18 Budget