



GOVERNOR KRISTI NOEM

# BUDGET ADDRESS

December 7, 2021



BUDGET ADDRESS

# REVENUE & RESERVES

BFM COMMISSIONER

# Liza Clark

During her five years as commissioner, we've **grown our budget reserves by 95%**, funded important priorities, and collaborated with partners across the state to care for people.

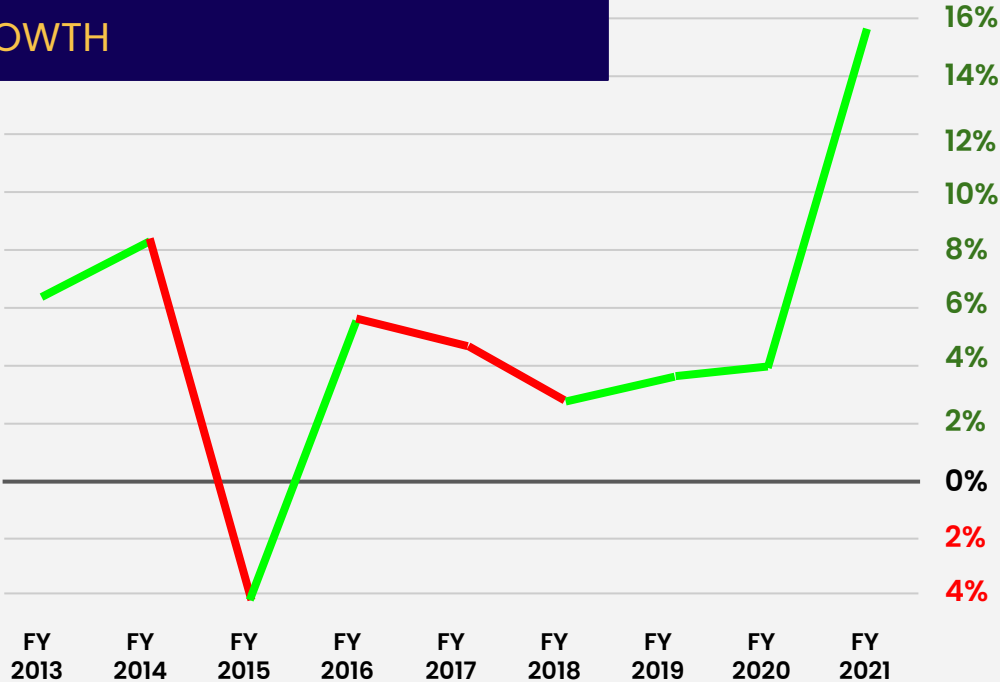


## REVENUE GROWTH

# 3 years of revenue growth in 1 year

Our state's annual growth averages around 5% year-to-year.

Last year saw a historic 15.75% increase.

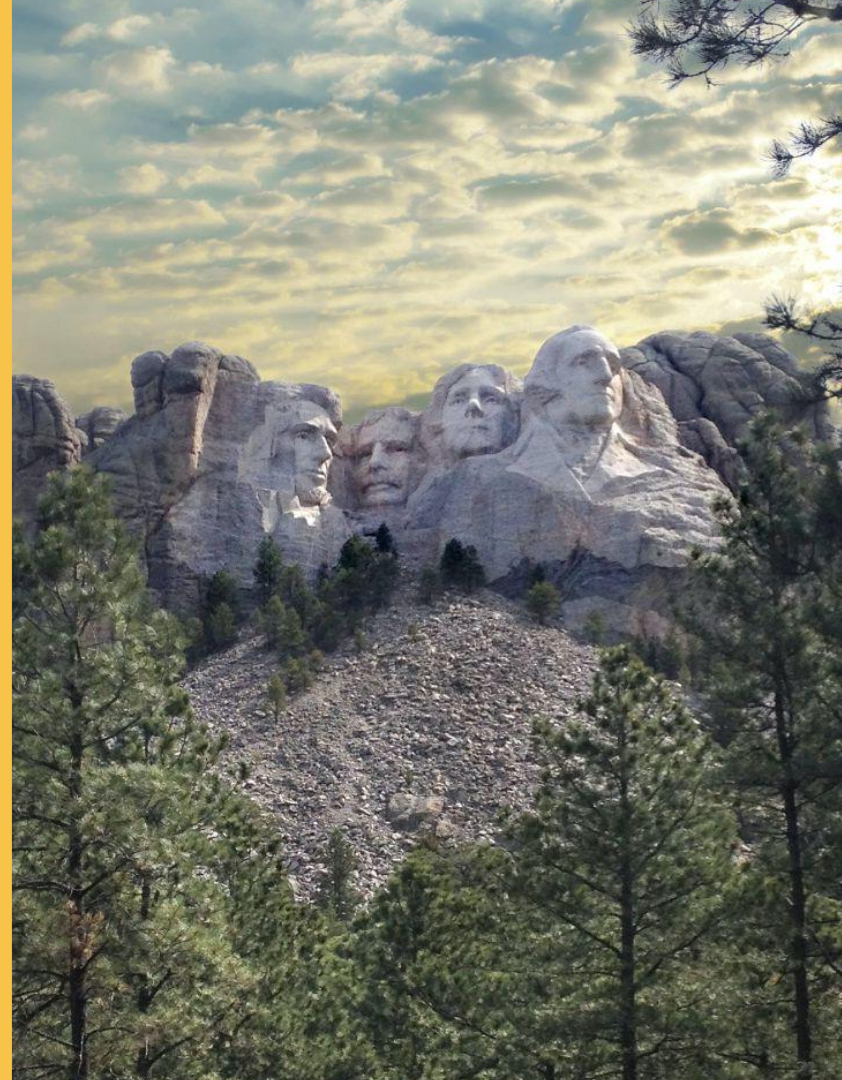


**Through four months of fiscal year 2022**, ongoing general fund receipts are up another 7.3%, and total general fund receipts are up 11.4% above last year's historic numbers.



BUDGET ADDRESS

# REVENUE & RESERVES





## RESERVES RECOMMENDATION

**14.2%**

of the Fiscal Year 2023  
state budget;

about

**\$300  
MILLION**

in strategic reserves



WORKFORCE ISSUES

# INVESTING IN OUR PEOPLE





## WORKFORCE HOUSING

# \$600 MILLION

in combined state, local, and developer funding for workforce housing and sewer construction.

## COMBINED INVESTMENT

# \$200 MILLION

total funding, with \$150 million from the state and \$50 million in ARPA funds.



## STATE EMPLOYEES

# A 6% INCREASE

in compensation for all state employees, educators\*, and health care providers.

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\*These funds are distributed directly to school districts which have discretion over where to distribute these funds. The governor is calling for this funding increase to be delivered directly to educators.



**RIGHT:** Gov. Kristi Noem and Lt. Gov. Larry Rhoden speak to a group of South Dakota Department of Veterans Affairs employees during a training session.

*Our state employees have taken everything in stride and continued to provide our constituents with the best service possible.*

CHILD CARE

# \$100 MILLION

to provide grants for startup and one-time costs for new daycare centers.

This will allow high-quality child care facilities to open and expand around the state. And it will help existing registered facilities stay open.



WORKFORCE SOLUTIONS

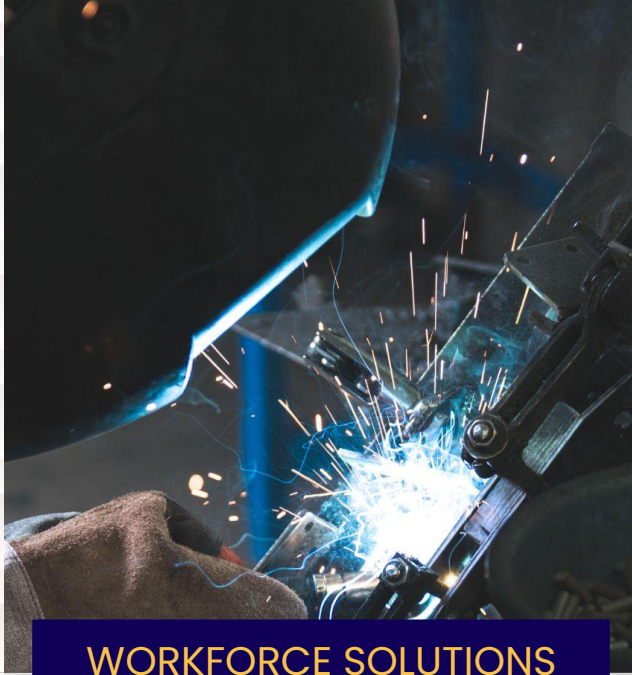
**\$30  
MILLION**

to facilitate new  
**cybersecurity training at  
Dakota State University.**



*A student in the cybersecurity program completes course work at Dakota State University. Photo courtesy of DSU*





WORKFORCE SOLUTIONS

**\$17 MILLION**

to enhance workforce training capacity at our technical colleges.

These targeted projects will increase training for **nurses, farmers, ranchers, and manufacturers.**





MARKETING

**\$35  
MILLION**

in marketing efforts to promote tourism in South Dakota. These efforts will include traditional tourism campaigns. We will promote our local communities, Native American tourism, and agritourism.

*More than 20,000 visitors attend the Custer State Park Buffalo Roundup each fall. This is just one event that the Department of Tourism uses to showcase our state's natural beauty and heritage. This year, South Dakota saw more than 1 million tourists visiting local, state and federal parks.*

STRONGER FAMILIES

**\$2.5  
MILLION**

in combined state and federal funds to **make Bright Start a statewide program** serving eligible new mothers & their babies.







INFRASTRUCTURE

**BUILDING  
FOR THE  
FUTURE**



## WATER PROJECTS

**\$1.5  
BILLION**

combined investment  
from federal, state,  
and local dollars.

**\$600 MILLION**

will come from federal ARPA  
dollars. Total investment  
includes matching funds  
from cities, counties, and  
loans provided by the state  
through the SRF program.



## 2019 FLOOD REPAIRS

# \$6.5 MILLION

to repair the  
Richmond Dam  
near Aberdeen.

# \$5.6 MILLION

to repair public recreation  
areas damaged by the 2019  
floods; including \$3 million  
for the Lake Alvin project.

**BELOW:** Gov. Kristi Noem visits Lake Wanlain Dam, near Chamberlain. The dam was repaired with funding from the FY 2021 Budget.



PUBLIC HEALTH

**\$69.6  
MILLION**

In **federal funds**  
for a brand new  
**State Public  
Health Lab.**



*A South Dakota Public Health Lab employee runs testing at the facility in Pierre. The funding to build a new health lab is pending federal approval.*



STATE PARKS

**\$10  
MILLION**

to create **175 new  
campsites** at  
Custer State Park.

**~12 years**

is about how long it will take  
this expansion to be paid off  
through park fees at the new  
sites.



BUDGET ADDRESS

# INVESTING IN PUBLIC SAFETY





## PUBLIC SAFETY

# \$600 MILLION

needed in reserves to fund construction of new correctional facilities. We are beginning this process, while also committing ...


# \$28 MILLION

to build a Community Work Center for Women in Rapid City using FY 2022 funds.



**ABOVE:** Gov. Kristi Noem visits with staff at the State Penitentiary in Sioux Falls in September 2021. The Department of Corrections will receive \$2.1 million in targeted pay increases on top of a 6% increase in compensation as part of a statewide inflationary increase for state employees.





*This year alone, there have been courthouse shootings reported in Maryland, Illinois, North Carolina, Pennsylvania, Delaware, and Texas.*

**PUBLIC SAFETY**

**\$5 MILLION**

for courthouse security funding. This is a strong starting point to begin modernizing security – it's another way that we're making South Dakota safer.





PUBLIC SAFETY

**\$15  
MILLION**

in one-time money to  
**construct more  
regional mental  
health facilities**  
across the state.





## PUBLIC SAFETY

# \$24 MILLION

Funding a comprehensive reform proposal from our Departments of Health and Public Safety to improve emergency services.

**A significant portion of this investment will go to support our EMS workers and bolster service in our rural areas.**

**ABOVE:** Gov. Kristi Noem visits with firefighters in November at a rally point for a wildfire operation in Rapid City.





## PUBLIC SAFETY

# HUMAN TRAFFICKING

Recommend creating new state enforcement positions:

- Human Trafficking State Coordinator
- Training materials for law enforcement

## GRANTS

# \$3 MILLION

in victims' services grants to **help those who are survivors of violent crimes** as the federal government has reduced this necessary funding.

## COLD CASES

The governor is also recommending funding to hire a specialist to work exclusively on cases involving missing or murdered Native Americans

NATIONAL GUARD

# READINESS FACILITIES

maximize federal matching funds to improve ... the Wagner National Guard Readiness Center, the Sioux Falls Readiness Center, and at facilities in Rapid City.



**ABOVE:** Gov. Kristi Noem stands with members of the award-winning 114th Air National Guard after a homecoming ceremony in September. Our National Guard is the best. They deserve the best. So let's give them our very best.





# They're moving here because ...



***"They moved to our state because they wanted to live somewhere that still respects law enforcement. Somewhere they would be appreciated. Somewhere they would be supported."***

**ABOVE:** Gov. Kristi Noem visits with cadets in training to become South Dakota State Troopers.





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