State of South Dakota

EIGHTY-SEVENTH SESSION LEGISLATIVE ASSEMBLY, 2012

368T0574

SENATE APPROPRIATIONS ENGROSSED NO. $HB\ 1206$ - 2/22/2012

Introduced by: Representatives Blake, Boomgarden, Brunner, Elliott, Fargen, Gibson, Greenfield, Hickey, Hunhoff (Bernie), Jones, Kirschman, Lucas, Magstadt, Sly, Street, and Wismer and Senators Buhl, Adelstein, Bradford, Krebs, Maher, Peters, Sutton, and Tieszen

- 1 FOR AN ACT ENTITLED, An Act to make an appropriation for emergency food assistance
- 2 grants and to repeal the sales tax on food refund program.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:
- 4 Section 1. Any general funds remaining from the appropriation made in section 3 chapter
- 5 140 of the 2009 Session Laws shall be reappropriated to the Department of Social Services for
- 6 grants for the purpose of emergency food assistance. The department shall issue requests for
- 7 proposals in accordance with chapter 5-18A and may award emergency food assistance grants
- 8 for a period not to exceed four years. Any grantee awarded funds shall provide a fiscal
- 9 accounting and program performance data on an annual basis.
- Section 2. The secretary of the Department of Social Services shall approve vouchers and
- the state auditor shall draw warrants to pay expenditures authorized by this Act.
- Section 3. Any amounts appropriated in this Act not lawfully expended or obligated, shall
- revert in accordance with chapter 4-8.



- 2 - HB 1206

- 1 Section 4. That § 28-1-70 be repealed.
- 2 28-1-70. There is established the sales tax on food refund program to be administered by the
- 3 Department of Social Services. The purpose of the program is to provide sales tax refunds on
- 4 food for purchases made in accordance with chapters 10-45 and 10-46 to South Dakota families
- 5 who need it most.
- 6 Section 5. That § 28-1-71 be repealed.
- 7 28-1-71. To be eligible for the sales tax on food refund program, a person shall:
- 8 (1) Be a South Dakota resident;
- 9 (2) Be the head of the household and certify the number of persons in the household;
- 10 (3) Have countable income above one hundred thirty percent and below one hundred
- 11 fifty-one percent of the federal poverty level, as updated annually by the Department
- of Social Services in administrative rules promulgated pursuant to chapter 1-26;
- 13 (4) Not be a current recipient of supplemental nutrition assistance program benefits.
- Section 6. That § 28-1-72 be repealed.
- 15 28-1-72. The Department of Social Services shall promulgate rules, pursuant to chapter 1-
- 16 26, relating to:
- 17 (1) Eligibility criteria;
- 18 (2) Refund amounts or levels;
- 19 (3) Payment provisions;
- 20 (4) Household reporting requirements; and
- 21 (5) Recoveries.
- Section 7. That § 28-1-73 be repealed.
- 23 28-1-73. To receive sales tax on food refunds pursuant to §§ 28-1-70 to 28-1-77, inclusive,
- 24 a household shall apply for an annual refund during an annual enrollment period on forms

- 3 - HB 1206

- 1 prescribed by the Department of Social Services.
- 2 Section 8. That § 28-1-75 be repealed.
- 3 28-1-75. The estimate of sales tax on food paid or refund awarded under this program shall
- 4 be determined based on:
- 5 (1) The thrifty food plan as adopted and updated annually in administrative rules
- 6 promulgated by the Department of Social Services pursuant to chapter 1-26; and
- 7 (2) The number of individuals in the household.
- 8 A monthly allotment shall be determined based on the thrifty food plan's maximum
- 9 allotment and the corresponding number of individuals in the household. Once the monthly
- 10 allotment is determined, it shall be annualized and multiplied by the average sales tax rate in
- 11 South Dakota as determined by the Department of Revenue. This shall be the annual level of
- 12 refund eligible for the household.
- Section 9. That § 28-1-77 be repealed.
- 14 28-1-77. The method of payment utilized to make payments authorized by §§ 28-1-70 to 28-
- 15 1-77, inclusive, shall be made by warrant.