

### Consideration of Board of Regents Budget Transfer

Utilities costs have remained high since last year's polar vortex and continue to increase with the current war in Ukraine and drought-like conditions throughout the area. Because of higher market prices, some universities are experiencing a significant shortfall in their general fund utility allocations. Even with the authorization to transfer utility allocations among the campuses, there is a projected a utility fund shortfall of \$692,511.

The Board of Regents would request authority to realign anticipated general fund reversions of \$630,000 from the South Dakota School for the Blind and Visually Impaired and the South Dakota School for the Deaf to help cover the system's utility shortfall. The Regental System will still be short an estimated \$60,000 in general fund utility dollars, but this will help cover the immediate funding need until we can request a General Bill Amendment for FY23 to cover the remainder if necessary.

A breakdown of the utility shortfall by campus is:

	BHSU	DSU	NSU	SDSMT	SDSU	USD	SDSBVI	SDSD	TOTAL
ELECTRICITY	\$406,383	\$318,119	\$284,692	\$484,432	\$2,197,587	\$1,343,096	\$42,768	\$16,477	\$5,093,554
GARBAGE & SEWER	\$31,298	\$16,103	\$24,285	\$14,293	\$398,929	\$120,407	\$1,075	\$1,431	\$607,820
WATER	\$78,923	\$58,131	\$52,651	\$258,761	\$336,360	\$111,568	\$2,592	\$957	\$899,944
HEAT - NATURAL GAS	\$105,042	\$144,032	\$424,686	\$318,154	\$1,671,832	\$813,850	\$16,945	\$6,901	\$3,501,440
HEAT - PROPANE	\$0	\$0	\$0	\$0	\$0	\$2,194	\$0	\$0	\$2,194
BOA ENERGY ASSESSMENT	\$0	\$10	\$9,390	\$4,500	\$0	\$12,659	\$0	\$0	\$26,559
STORM WATER ASSESSMENT	\$0	\$0	\$0	\$19,389	\$0	\$33,680	\$0	\$0	\$53,069
PIPELINE - NATURAL GAS	\$0	\$859	\$0	\$0	\$0	\$13,675	\$0	\$0	\$14,534
<b>TOTAL COST</b>	<b>\$621,646</b>	<b>\$537,254</b>	<b>\$795,704</b>	<b>\$1,099,529</b>	<b>\$4,604,707</b>	<b>\$2,451,128</b>	<b>\$63,380</b>	<b>\$25,766</b>	<b>\$10,199,114</b>
<b>BUDGET</b>	<b>\$642,849</b>	<b>\$534,360</b>	<b>\$816,237</b>	<b>\$907,767</b>	<b>\$3,775,054</b>	<b>\$2,708,088</b>	<b>\$68,735</b>	<b>\$53,513</b>	<b>\$9,506,603</b>
<b>BUDGET SHORTFALL</b>	<b>\$21,203</b>	<b>(\$2,894)</b>	<b>\$20,533</b>	<b>(\$191,762)</b>	<b>(\$829,653)</b>	<b>\$256,960</b>	<b>\$5,355</b>	<b>\$27,747</b>	<b>(\$692,511)</b>

Information on reversions is as follows:

#### South Dakota School for the Blind and Visually Impaired (SDSBVI) – Approximately \$160,000

The \$160,000 reversion is salary and benefits salvage due to open positions and turnover. SDSBVI is actively recruiting for an O&M Specialist, Low Vision Specialist and a Residential Services Professional.

#### South Dakota School for the Deaf (SDSD) – Approximately \$470,000

The Harrisburg contract makes up \$300,000 of the FY22 reversion and this amount has been reduced from the base budget in FY23. The remaining reversion consists of the salaries and benefits salvage from two Outreach Consultant positions, which have been open for the full year and an Audiologist position, which was open for 6 months. These positions have since been filled for FY23.