

Committee: Revenue Projection Subcommittee

Tuesday, February 13, 2024 3:30 PM

Roll Call

Present: Sen. Hunhoff, Sen. Foster, Sen. Maher, Sen. Kolbeck (Jack), Rep. Kassin, Rep. Karr, Rep. Duba, Rep. Derby, Sen. Breitling, and Rep. Venhuizen

OTHERS PRESENT: See Original Minutes

The meeting was called to order by Representative Venhuizen

INFORMATIONAL BRIEFING

Legislative Research Council follow up

Jeff Mehlhaff, Chief Fiscal Analyst, Legislative Research Council, provided further comparisons of Total On-Going General Fund Revenue. -

Derek Johnson, State Economist, Bureau of Finance and Management, provided information on Key Economic Indicators, and South Dakota General Fund Long-Term Financial Plan. -

Derek Johnson, State Economist, Bureau of Finance and Management, provided a review of the FY24 Revised budget projections for Bureau of Finance and Management. -

Jeff Mehlhaff, Chief Fiscal Analyst, Legislative Research Council, provided a review of the FY24 Revised budget projections for Legislative Research Council. -

Setting FY24 Revised Revenue Projections

Senator Breitling moved, Representative Karr seconded to accept the average between Legislative Research Council and Bureau of Finance and Management projection for Lottery, motion carried by voice vote.

Senator Breitling moved, seconded by Representative Karr to accept the Legislative Research Council projection for Contractor's Excise Tax, motion carried by voice vote.

Senator Breitling moved, seconded by Representative Duba to accept the Bureau of Finance and Management projection for Insurance Company Tax, motion passed by voice vote.

Senator Breitling moved, seconded by Representative Karr to accept the Legislative Research Council projection for Unclaimed Property.

Substitute motion by Derby to accept Bureau of Finance and Management projection for Unclaimed Property, Died for lack of second.

Substitute motion by Senator Maher, seconded by Representative Duba, to accept the average between the Bureau of Finance and Management and Legislative Research Council. Lost on Roll Call vote 5 Yea, 5 Nay.

Original motion passed by Roll Call vote, 10 Yea, 0 Nay.

Senator Breitling moved, seconded by Representative Duba to accept the average of Licenses, Permits and Fees, Tobacco Taxes, Trust Funds, Net Transfers In, Alcohol Beverage

Tax, Bank Franchise Tax, Charges for Goods and Services, Telecommunications Tax, Severance Taxes, Investment Income and Interest, Alcohol Beverage 2% Wholesale Tax, passed by voice vote.

Senator Breitling moved, seconded by Representative Karr to accept \$1,460,000,000 for the Sales and Use Tax.

Substitute motion by Representative Derby seconded by Representative Karr to accept \$1,462,785,293 for the Sales and Use Tax, passed on Roll Call vote 10 Yea, 0 Nay.

Representative Karr moved, seconded by Representative Duba, to accept the Revised FY24 Revenue Projections of \$2,404,402,520, motion passed by Roll Call vote 10 Yea, 0 Nay.

Setting FY25 Revenue Projections

Senator Breitling moved, seconded by Senator Maher to accept the average projection for Sales and Use Tax, motion passed on voice vote.

Senator Breitling moved, seconded by Representative Karr to accept the average projection for the Lottery, motion passed on voice vote.

Senator Breitling moved, seconded by Representative Karr to accept \$125,089,820 for the Insurance Company Tax, motion withdrawn.

Senator Breitling moved, seconded by Representative Karr to accept the Bureau of Finance and Management projection for the Insurance Company Tax, motion passed on voice vote.

Senator Breitling moved, seconded by Representative Karr to accept the Bureau of Finance and Management projection for Unclaimed Property, motion passed on voice vote.

Senator Breitling moved, seconded by Senator Hunhoff to accept the Bureau of Finance and Management projection for Investment Income and Interest.

Substitute motion by Representative Derby, seconded by Representative Karr to accept the average between Bureau of Finance and Management projection and the Legislative Research Council projection for Investment Income and Interest, motion failed on Roll Call vote 2 Aye, 8 Nay.

Original motion passed on voice vote.

Senator Breitling moved, seconded by Representative Karr to accept the average between Bureau of Finance and Management projection and the Legislative Research Council projection for Licenses, Permits and Fees, Tobacco Taxes, Trust Funds, Net Transfers In, Alcohol Beverage Tax, Bank Franchise Tax, Charges for Goods and Services, Telecommunications Tax, Severance Taxes, Alcohol Beverage 2% Wholesale Tax, motion passed by voice vote

Senator Breitling moved, seconded by Senator Kolbeck to accept \$219,387,124 for the Contractor's Excise Tax.

Substitute motion by Representative Derby, seconded by Representative Karr to accept the Legislative Research Council projection for the Contractor's Excise Tax, failed on Roll Call 5 Yea, 5 Nay.

Substitute motion by Representative Karr, seconded by Representative Duba to accept \$223,000,000 projection for the Contractor's Excise Tax, failed on Roll Call 5 Yea, 5 Nay.

Substitute motion by Representative Derby, seconded by Representative Karr to accept the average projection for the Contractor's Excise Tax, motion passed on voice vote.

Motion by Senator Breitling, seconded by Representative Karr to accept the FY25 Revenue Projections of \$2,420,224,352, motion passed by Roll Call vote 10 Yea, 0 Nay.

MOTION: ADJOURN

Moved by: Karr
Second by: Kolbeck (Jack)
Action: Prevailed by voice vote

Leonard Chick, Committee Secretary

/s/ TONY VENHUIZEN
Tony Venhuizen, Chair