



SOUTH DAKOTA
GOVERNOR'S OFFICE OF ECONOMIC DEVELOPMENT

November 15, 2024

South Dakota Legislative Research Council Joint
Committee on Appropriations
500 E. Capitol Ave.
Pierre, South Dakota 57501

Dear Members of the Joint Committee on Appropriations,

Included is the first report regarding Future Funds, submitted in accordance with the new reporting requirements established by SDCL 61-5-29.3.

To fulfill the requirement of bi-annual reports each fiscal year to the Joint Committee on Appropriations, the Governor's Office of Economic Development (GOED) will report in the fall and spring, specifically November 15 and May 15. This reporting schedule aims to provide timely updates on fund usage and agreements.

Since July 1, 2024, no new Future Fund agreements have been executed, therefore there are no projects to include in this initial report. It does include the formatting template that will be used for future reports. Also, because this is the first report, supplemental information has been included for reference.

As per the new requirements outlined in SDCL 61-5-29.3, reports will include public information on recipients, amounts allocated, location of recipients, purposes of expenses, measures used to determine economic impact, and the number of jobs created or retained, if applicable.

The Governor's Office of Economic Development is committed to providing comprehensive and transparent information to the Joint Committee on Appropriations, in line with legislation and South Dakota's economic development goals.

Best regards,

Joe Fiala

Commissioner of the Governor's Office of Economic Development

FUTURE FUND REPORT

November 15, 2024

In 2024, the South Dakota State Legislature passed Senate Bill 208, an act to establish reporting requirements for future fund awards or grants. Now codified at SDCL 61-5-29.3, it requires the reporting of employers' investment in South Dakota's future fund. "The Governor's Office of Economic Development shall report to either the Joint Committee on Appropriations or the Interim Committee on Appropriations on a biannual basis the following for each award or grant made from the fund:

- (1) The name of the recipient and the amount of the award or grant;
- (2) The location of the recipient;
- (3) The research or economic development purpose being funded;
- (4) The measures being used to determine the economic impact of the award or grant; and
- (5) The number of jobs created or retained, if any."

The following information is the public information available which complies with the reporting requirement. Given the nature of the Future Fund, some information collected by the Governor's Office of Economic Development is prohibited from being shared by statute, such as proprietary or commercial information, private citizen account information, trade secret or other intellectual property, or financial information.

Recipient	Amount	Location	Research or Economic Development Purpose	Measures to Determine Economic Impact	Number of Jobs Created or Retained
No new awards to report for the first half of FY25					

SUPPLEMENTAL INFORMATION¹

Summary of Future Fund Awards July 1, 2022 (FY23) to October 31, 2024 (Current)	
Category of Awards	Amount in \$
Career, Trades, and Technical Education	\$18,385,395
Workforce Recruitment & Training	\$10,714,000
Economic & Business Development	\$4,192,746
Trade & Industry	\$15,130,000
Total Amount of Awards	\$48,422,141

Example Projects by Category:

Career, Trades, and Technical Education: Giant Vision; Dakota Seeds (apprenticeships); technical institute material purchases and grants (equipment for expanded trades education); apprenticeship programs.

Workforce Recruitment & Training: GOED Workforce Development (employee training and upskilling); Freedom Works Here (workforce attraction and recruitment initiative).

Economic & Business Development: SBDC Small Business Innovation Research (technical and financial assistance to new businesses, expanding businesses, emerging technologies, and in emerging markets); SBDC Manufacturing and Technical Assistance (supporting high quality manufacturing and tech solutions to SD manufacturers by improving technologies, supply chains, top line growth, workforce, sustainability, and continuous improvement); SBDC Procurement Technical Assistance for APEX Accelerator at USD Development Center (supporting the increase of number of federal government contracts that are secured by SD businesses); NSCEDC Industrial Park assistance for levee.

Trade & Industry: SD Trade Association (expand, support, train, and technically assist SD businesses in international export and trade activities, conduct trade missions and hostings); lobby for, support, and develop relationships that promote and expand SD opportunities for expanding markets; Horse Nations Relays (nurturing, supporting, promoting, elevating, and developing Native American economic development through marketing and recognition of a historic Native American event); GFP Shooting Sports Complex (expanding and capitalizing on SD's opportunities in the firearms, and shooting sports industry).

¹ This information is not required by statute but is provided for reference for the initial report.