

# Department of the Military

## Fiscal Year 2026 Budget Brief Detail

Information contained in this document is based on the Governor's FY2026 Budget and may not correspond with the final budget adopted by the Legislature.

### Major Items Summary - Department of the Military

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
<b>FY 2026 Base Budget</b>	<b>\$8,261,672</b>	<b>\$28,987,873</b>	<b>\$29,254</b>	<b>\$37,278,799</b>	<b>116.4</b>	<b>\$8,261,672</b>	<b>\$28,987,873</b>	<b>\$29,254</b>	<b>\$37,278,799</b>	<b>116.4</b>
1. Civil Air Patrol Grant	\$0	\$0	\$0	\$0	0.0	(\$60,023)	\$0	\$0	(\$60,023)	0.0
2. Maintenance and Repair	\$599,617	\$1,543,155	\$0	\$2,142,772	0.0	(\$593,302)	(\$2,462,921)	\$0	(\$3,056,223)	0.0
3. National Guard Tuition Reimbursement	\$0	\$0	\$0	\$0	0.0	(\$450,000)	\$0	\$0	(\$450,000)	0.0
4. Utility Cost Adjustment	\$17,042	\$18,858	\$0	\$35,900	0.0	\$17,042	\$18,858	\$0	\$35,900	0.0
<b>FY 2026 Total Budget</b>	<b>\$8,878,331</b>	<b>\$30,549,886</b>	<b>\$29,254</b>	<b>\$39,457,471</b>	<b>116.4</b>	<b>\$7,175,389</b>	<b>\$26,543,810</b>	<b>\$29,254</b>	<b>\$33,748,453</b>	<b>116.4</b>
Change from Base Budget	\$616,659	\$1,562,013	\$0	\$2,178,672	0.0	(\$1,086,283)	(\$2,444,063)	\$0	(\$3,530,346)	0.0
% Change from Base Budget	7.5%	5.4%	0.0%	5.8%	0.0%	(13.1%)	(8.4%)	0.0%	(9.5%)	0.0%

### Department of the Military Budget Request

By Fund Category	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
General	\$4,705,446	\$4,757,045	\$4,774,977	\$8,261,672	\$8,878,331	\$7,175,389	(\$1,086,283)
Federal	\$26,932,578	\$27,285,933	\$28,329,075	\$28,987,873	\$30,549,886	\$26,543,810	(\$2,444,063)
Other	\$0	\$0	\$29,254	\$29,254	\$29,254	\$29,254	\$0
<b>Total</b>	<b>\$31,638,025</b>	<b>\$32,042,978</b>	<b>\$33,133,306</b>	<b>\$37,278,799</b>	<b>\$39,457,471</b>	<b>\$33,748,453</b>	<b>(\$3,530,346)</b>
By Program	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Adjutant General	\$673,408	\$740,655	\$780,655	\$3,895,172	\$3,895,172	\$3,445,172	(\$450,000)
Army Guard	\$22,698,513	\$23,027,483	\$23,501,303	\$24,339,774	\$26,471,335	\$21,272,340	(\$3,067,434)
Air Guard	\$8,266,103	\$8,274,839	\$8,851,348	\$9,043,853	\$9,090,964	\$9,030,941	(\$12,912)
<b>Total</b>	<b>\$31,638,025</b>	<b>\$32,042,978</b>	<b>\$33,133,306</b>	<b>\$37,278,799</b>	<b>\$39,457,471</b>	<b>\$33,748,453</b>	<b>(\$3,530,346)</b>
By Object Expenditure Personnel Costs	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
	<b>\$8,240,463</b>	<b>\$9,488,170</b>	<b>\$9,679,429</b>	<b>\$10,060,181</b>	<b>\$10,060,181</b>	<b>\$10,060,181</b>	<b>\$0</b>
Salaries	\$6,164,482	\$7,033,174	\$7,331,495	\$7,677,285	\$7,677,285	\$7,677,285	\$0
Benefits	\$2,075,981	\$2,454,996	\$2,347,934	\$2,382,896	\$2,382,896	\$2,382,896	\$0

Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
	<b>\$23,397,562</b>	<b>\$22,554,807</b>	<b>\$23,453,877</b>	<b>\$27,218,618</b>	<b>\$29,397,290</b>	<b>\$23,688,272</b>	<b>(\$3,530,346)</b>
Travel	\$108,220	\$143,087	\$155,054	\$171,206	\$171,206	\$171,206	\$0
Contractual Services	\$8,126,958	\$7,633,936	\$15,139,360	\$8,608,354	\$8,666,163	\$8,666,163	\$57,809
Supplies	\$1,217,509	\$1,083,258	\$989,779	\$963,675	\$941,766	\$941,766	(\$21,909)
Grants	\$1,910,920	\$1,202,847	\$1,490,023	\$4,625,834	\$4,625,834	\$4,115,811	(\$510,023)
Capital Outlay	\$12,033,955	\$12,491,679	\$5,679,661	\$12,849,549	\$14,992,321	\$9,793,326	(\$3,056,223)
<b>Total</b>	<b>\$31,638,025</b>	<b>\$32,042,978</b>	<b>\$33,133,306</b>	<b>\$37,278,799</b>	<b>\$39,457,471</b>	<b>\$33,748,453</b>	<b>(\$3,530,346)</b>
<b>Full-Time Equivalent (FTE)</b>	<b>103.64</b>	<b>104.62</b>	<b>116.4</b>	<b>116.4</b>	<b>116.4</b>	<b>116.4</b>	<b>0.00</b>

### Reversions and Unutilized FTE (16)

	General	Federal	Other
Original Appropriation FY2024	\$4,666,374	\$26,595,671	\$29,254
Pool Distributions	\$173,743	\$900,963	\$0
Supplemental Changes	(\$72,916)	(\$235,422)	\$0
Agency Adjustments	\$7,776	\$1,067,863	\$0
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$4,774,977	\$28,329,075	\$29,254
FY2024 Expenditures	\$4,757,045	\$27,285,933	\$0
<b>Reversion of Authority</b>	<b>\$17,932</b>	<b>\$1,043,142</b>	<b>\$29,254</b>
<b>Unutilized FTE</b>			<b>11.8</b>

## Adjutant General (1611)

**Mission** Deliver worldwide combat power and support with excellence. Deter, Defend, Compete, Win. Safeguard life and property, preserve peace, order and public safety when directed by the Governor.

**Vision** We are an elite organization of community-based, citizen-warriors who together enhance the Warfighter **Culture**, own the **Mission**, and connect our **Community**.

**Values** Our core values are loyalty, duty, respect, selfless service, honor, integrity, personal courage, and excellence in all we do.

Since 9/11 over 10,000 Airmen and Soldiers have deployed in support of various operations.

## Major Items Summary: Adjutant General (1611)

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
<b>FY 2026 Base Budget</b>	<b>\$3,855,612</b>	<b>\$10,306</b>	<b>\$29,254</b>	<b>\$3,895,172</b>	<b>5.3</b>	<b>\$3,855,612</b>	<b>\$10,306</b>	<b>\$29,254</b>	<b>\$3,895,172</b>	<b>5.3</b>
1. National Guard Tuition Reimbursement	\$0	\$0	\$0	\$0	0.0	(\$450,000)	\$0	\$0	(\$450,000)	0.0
<b>FY 2026 Total Budget</b>	<b>\$3,855,612</b>	<b>\$10,306</b>	<b>\$29,254</b>	<b>\$3,895,172</b>	<b>5.3</b>	<b>\$3,405,612</b>	<b>\$10,306</b>	<b>\$29,254</b>	<b>\$3,445,172</b>	<b>5.3</b>
Change from Base Budget	\$0	\$0	\$0	\$0	0.0	(\$450,000)	\$0	\$0	(\$450,000)	0.0
% Change from Base Budget	0.0%	0.0%	0.0%	0.0%	0.0%	(11.7%)	0.0%	0.0%	(11.6%)	0.0%

### 1. National Guard Tuition Reimbursement

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$0	\$0	0.00
Governor's Recommendation	(\$450,000)	\$0	\$0	(\$450,000)	0.00

The governor recommends a decrease of **(\$450,000)** in **general funds**.

A qualified National Guard member, as defined by SDCL 33-6-7, may receive a reimbursement for tuition at a qualified school, as defined by SDCL 13-48-16, within South Dakota. This may be a school under the South Dakota Board of Regents, or it may be a private school where the physical campus is in South Dakota.

The Department of Military is responsible for the administration of this benefit. This includes verifying the National Guard member is qualified, going to a qualified school, and taking qualified courses. As of FY2025, the department is also responsible for providing the reimbursement once the verifications are complete.

During the budget hearing in FY2025, the department was expecting roughly 763 guard members to use this benefit per year. This has decreased.

## Reversions and Unutilized FTE (1611)

	General	Federal	Other
Original Appropriation FY2024	\$674,851	\$10,306	\$29,254
Pool Distributions	\$59,667	\$0	\$0
Supplemental Changes	\$0	\$0	\$0
Agency Adjustments	\$6,577	\$0	\$0
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$741,095	\$10,306	\$29,254
FY2024 Expenditures	\$740,655	\$0	\$0
<b>Reversion of Authority</b>	<b>\$440</b>	<b>\$10,306</b>	<b>\$29,254</b>
<b>Unutilized FTE</b>			<b>1.6</b>

## Budget Request: Adjutant General (1611)

By Fund Category	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
General	\$673,408	\$740,655	\$741,095	\$3,855,612	\$3,855,612	\$3,405,612	(\$450,000)
Federal	\$0	\$0	\$10,306	\$10,306	\$10,306	\$10,306	\$0
Other	\$0	\$0	\$29,254	\$29,254	\$29,254	\$29,254	\$0
<b>Total</b>	<b>\$673,408</b>	<b>\$740,655</b>	<b>\$780,655</b>	<b>\$3,895,172</b>	<b>\$3,895,172</b>	<b>\$3,445,172</b>	<b>(\$450,000)</b>
By Program	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Adjutant General	\$673,408	\$740,655	\$780,655	\$3,895,172	\$3,895,172	\$3,445,172	(\$450,000)
<b>Total</b>	<b>\$673,408</b>	<b>\$740,655</b>	<b>\$780,655</b>	<b>\$3,895,172</b>	<b>\$3,895,172</b>	<b>\$3,445,172</b>	<b>(\$450,000)</b>
By Object Expenditure Personnel Costs	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
	<b>\$485,392</b>	<b>\$531,773</b>	<b>\$532,213</b>	<b>\$603,457</b>	<b>\$603,457</b>	<b>\$603,457</b>	<b>\$0</b>
Salaries	\$380,779	\$416,570	\$404,879	\$473,073	\$473,073	\$473,073	\$0
Benefits	\$104,613	\$115,203	\$127,334	\$130,384	\$130,384	\$130,384	\$0
Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
	<b>\$188,016</b>	<b>\$208,882</b>	<b>\$248,442</b>	<b>\$3,291,715</b>	<b>\$3,291,715</b>	<b>\$2,841,715</b>	<b>(\$450,000)</b>
Travel	\$28,951	\$51,764	\$40,996	\$55,166	\$55,166	\$55,166	\$0
Contractual Services	\$114,582	\$87,582	\$179,243	\$127,535	\$127,535	\$127,535	\$0
Supplies	\$33,137	\$14,860	\$23,183	\$14,683	\$14,683	\$14,683	\$0
Grants	\$1,000	\$51,837	\$0	\$3,090,811	\$3,090,811	\$2,640,811	(\$450,000)

Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Capital Outlay	\$10,347	\$2,839	\$5,020	\$3,520	\$3,520	\$3,520	\$0
Total	\$673,408	\$740,655	\$780,655	\$3,895,172	\$3,895,172	\$3,445,172	(\$450,000)
Full-Time Equivalent (FTE)	4.27	3.72	5.3	5.3	5.3	5.3	0.00

Funding Sources (Governor's Recommended)

	General	Federal	Other	General%	Federal%	Other%
MILITARY INDIRECT COSTS-FEDERAL	\$0	\$10,306	\$0	0.0%	100.0%	0.0%
NATIONAL GUARD MUSEUM	\$0	\$0	\$29,254	0.0%	0.0%	100.0%
STATE GENERAL FUND	\$3,405,612	\$0	\$0	100.0%	0.0%	0.0%

## Army Guard (1621)

To provide ready units and personnel to the state of South Dakota and the United States of America in three roles: federally, to support the United States national military objectives through participation in the Total Force; statewide, to support the Governor by providing trained units and equipment capable of protecting life and property, and preserving peace, order, and public safety; and, community wide to be an active participant in domestic concerns through local, regional, and nationwide initiatives and programs.

The SDARNG is located in 21 communities across South Dakota, with 2,986 Soldiers. The SDARNG has several different types of units such as, field artillery, engineers, transportation, medical, and aviation.

### Major Items Summary: Army Guard (1621)

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
<b>FY 2026 Base Budget</b>	<b>\$3,776,984</b>	<b>\$20,562,790</b>	<b>\$0</b>	<b>\$24,339,774</b>	<b>63.1</b>	<b>\$3,776,984</b>	<b>\$20,562,790</b>	<b>\$0</b>	<b>\$24,339,774</b>	<b>63.1</b>
1. Maintenance and Repair	\$599,617	\$1,543,155	\$0	\$2,142,772	0.0	(\$593,302)	(\$2,462,921)	\$0	(\$3,056,223)	0.0
2. Utility Cost Adjustment	\$5,264	(\$16,475)	\$0	(\$11,211)	0.0	\$5,264	(\$16,475)	\$0	(\$11,211)	0.0
<b>FY 2026 Total Budget</b>	<b>\$4,381,865</b>	<b>\$22,089,470</b>	<b>\$0</b>	<b>\$26,471,335</b>	<b>63.1</b>	<b>\$3,188,946</b>	<b>\$18,083,394</b>	<b>\$0</b>	<b>\$21,272,340</b>	<b>63.1</b>
Change from Base Budget	\$604,881	\$1,526,680	\$0	\$2,131,561	0.0	(\$588,038)	(\$2,479,396)	\$0	(\$3,067,434)	0.0
% Change from Base Budget	16.0%	7.4%	0.0%	8.8%	0.0%	(15.6%)	(12.1%)	0.0%	(12.6%)	0.0%

1. Maintenance and Repair

	General	Federal	Other	Total	FTE
Agency Request	\$599,617	\$1,543,155	\$0	\$2,142,772	0.00
Governor's Recommendation	(\$593,302)	(\$2,462,921)	\$0	(\$3,056,223)	0.00

The agency requests an increase of **\$599,617** in **general funds** and an increase of **\$1,543,155** in **federal funds** for the Maintenance & Repair of Department of Military buildings.

*The governor recommends a decrease of **(\$593,302)** in **general funds** and a decrease of **(\$2,462,921)** in **federal funds**.*

Maintenance and Repair (M&R) is the maintenance and repair of state-owned buildings. Governor Dugaard set a goal of 2% of building replacement values during his time in office. Funding was at 2% in FY2017 and has maintained a percentage above 1.5% until the governor's proposal for 1.25% for FY2026.

The Department of Military is responsible for maintaining all buildings being used. Examples include the South Dakota National Guard Headquarters located in Rapid City, armories located throughout the state, and other unit locations.

The total asset value for all buildings is \$636,501,414, and the cost is split between the state and federal government at a roughly 23/77 split. The agency request would bring the M&R budget to 2% of the asset value while the governor's recommended budget would decrease the M&R budget to 1.25% of the asset value. In previous years, the governor's recommended budget would be about 1.75% of the asset value.

In FY2026, the Department of Military plans to do the following with the Maintenance & Repair:

- Replace tile & carpeting - Duke Corning Armory
- Replace boilers - Yankton Armory & Sioux Falls Foss Field Armory
- Replace drill floor windows and panels - Mitchell Armory
- Replace heat generating system - Range Road Armory
- Repair paved POV parking - Duke Corning Armory
- Renovate maintenance shop rooms - Wagner VMS
- Install solar panels - Watertown Readiness Center

2. Utility Cost Adjustment

	General	Federal	Other	Total	FTE
Agency Request	\$5,264	(\$16,475)	\$0	(\$11,211)	0.00
Governor's Recommendation	\$5,264	(\$16,475)	\$0	(\$11,211)	0.00

The agency requests an increase of \$17,042 in general funds and an increase of \$18,858 in federal funds for utility costs for Department of Military buildings.

The governor recommends this request.

The state uses a software called EnergyCAP (also referred to as ENCAP) to track and analyze agencies' energy usage throughout the fiscal year. To calculate the budget adjustments needed for utilities, agencies multiply their utilization by energy source from the previous year ended (FY24 for the current adjustments) by the Statewide Energy Manager's projected future price rates for each energy source, which are based on data from utility suppliers and industry resources. Additionally, the Statewide Energy Manager provides projections on weather sensitivity for each energy source and adjustments for heating and cooling days.

Combining the most recent fiscal year of data on their actual energy utilization with the Energy Manager's projections, agencies request any adjustments to their utility budgets that they are forecasted to need for the next fiscal year. Utility cost adjustments for the current fiscal year (which appear in the supplemental to the current year's G-Bill) are calculated in the same way as adjustments for the next fiscal year, except that the percentage change in the cost rates is typically different.

The Department of Military is responsible for maintaining utilities for all military facilities in South Dakota.



The changes include a decrease in electricity costs of \$32,042 in general funds and \$105,060 in federal fund expenditure authority, a decrease in natural gas costs of \$40,874 in general funds and \$127,577 in federal fund expenditure authority, and a decrease in propane costs of \$1,562 in federal expenditure authority.



The costs between the state and federal government for utility costs are roughly about 23% state and 77% federal.

Reversions and Unutilized FTE (1621)

	General	Federal	Other
Original Appropriation FY2024	\$3,369,614	\$19,811,623	\$0
Pool Distributions	\$85,391	\$398,206	\$0
Supplemental Changes	(\$39,930)	(\$136,464)	\$0
Agency Adjustments	\$0	\$12,863	\$0
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$3,415,075	\$20,086,228	\$0
FY2024 Expenditures	\$3,408,109	\$19,619,374	\$0
Reversion of Authority	\$6,966	\$466,854	\$0
Unutilized FTE			8.9

Budget Request: Army Guard (1621)

By Fund Category	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
General	\$3,128,223	\$3,408,109	\$3,415,075	\$3,776,984	\$4,381,865	\$3,188,946	(\$588,038)
Federal	\$19,570,290	\$19,619,374	\$20,086,228	\$20,562,790	\$22,089,470	\$18,083,394	(\$2,479,396)
Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$22,698,513	\$23,027,483	\$23,501,303	\$24,339,774	\$26,471,335	\$21,272,340	(\$3,067,434)

By Program	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Army Guard	\$22,698,513	\$23,027,483	\$23,501,303	\$24,339,774	\$26,471,335	\$21,272,340	(\$3,067,434)
Total	\$22,698,513	\$23,027,483	\$23,501,303	\$24,339,774	\$26,471,335	\$21,272,340	(\$3,067,434)

By Object Expenditure	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Personnel Costs	\$4,043,666	\$4,478,104	\$4,655,928	\$4,819,021	\$4,819,021	\$4,819,021	\$0
Salaries	\$3,016,824	\$3,293,353	\$3,483,410	\$3,631,192	\$3,631,192	\$3,631,192	\$0
Benefits	\$1,026,842	\$1,184,751	\$1,172,518	\$1,187,829	\$1,187,829	\$1,187,829	\$0
Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
	\$18,654,847	\$18,549,380	\$18,845,375	\$19,520,753	\$21,652,314	\$16,453,319	(\$3,067,434)
Travel	\$66,268	\$57,661	\$73,980	\$83,077	\$83,077	\$83,077	\$0
Contractual Services	\$5,508,811	\$5,125,637	\$12,315,435	\$5,827,032	\$5,837,730	\$5,837,730	\$10,698

Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Supplies	\$1,062,244	\$875,173	\$781,833	\$765,129	\$743,220	\$743,220	(\$21,909)
Grants	\$0	\$2,163	\$0	\$0	\$0	\$0	\$0
Capital Outlay	\$12,017,524	\$12,488,746	\$5,674,127	\$12,845,515	\$14,988,287	\$9,789,292	(\$3,056,223)
Total	\$22,698,513	\$23,027,483	\$23,501,303	\$24,339,774	\$26,471,335	\$21,272,340	(\$3,067,434)
Full-Time Equivalent (FTE)	54.38	54.21	63.1	63.1	63.1	63.1	0.00

Funding Sources (Governor's Recommended)

	General	Federal	Other	General%	Federal%	Other%
MILITARY FEDERAL FUNDS	\$0	\$748,776	\$0	0.0%	4.1%	0.0%
STATE GENERAL FUND	\$478,397	\$0	\$0	15.0%	0.0%	0.0%
AIR GUARD MASTER COOPERATIVE A	\$63,750	\$896,287	\$0	2.0%	5.0%	0.0%
NATIONAL GUARD MILITARY O&M PR	\$2,646,799	\$14,038,331	\$0	83.0%	77.6%	0.0%
NATIONAL GUARD MILITARY CONSTR	\$0	\$2,400,000	\$0	0.0%	13.3%	0.0%

## Revenues and Statistics: Army Guard (1621)

Revenues	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Military Cooperative Agreement (MCA)				
App 1 -ARNG Facilities Programs	\$10,885,392	\$14,934,516	\$13,600,000	\$13,600,000
App 2 -ARNG Environmental Resources Management	\$553,000	\$401,000	\$500,000	\$500,000
App 3 -ARNG Security Cooperative Agreement	\$895,800	\$1,092,300	\$1,000,000	\$1,000,000
App 4- ARNG Electronic Security System (ESS)	\$237,300	\$241,200	\$243,000	\$243,000
App 5 -ARNG CIO Services	\$384,500	\$415,600	\$420,000	\$420,000
App 10 - ARNG Antiterrorism Program Coordina	\$103,200	\$109,800	\$110,000	\$110,000
App 14 - Administrative Services	\$162,500	\$162,000	\$162,000	\$162,000
App 40 -ARNG Distributed Learning Program	\$179,000	\$171,000	\$200,000	\$200,000
MCCA - Wagner Armory Addition		\$511,740		
MCCA -Transient Training Officer's Quarters	\$3,683,479	\$1,689,297		
MCCA - Sioux Falls Readiness Center	\$2,527,125	\$11,909,274	\$1,900,000	
MCCA - Watertown Vehicle Maintenance Shop	\$46,700	\$234,906	\$28,000,000	
<b>Performance Indicators</b>	<b>Actual FY 2023</b>	<b>Actual FY 2024</b>	<b>Estimated FY 2025</b>	<b>Estimated FY 2026</b>
Assigned Strength of the Army Guard	2,924	2971	3,000	3,000
Days in Support of State Missions	48	106	100	100
Number of Soldiers Deployed Overseas	247	311	200	213
Personnel utilizing our facilities	73,176	74,264	75,000	75,000
State-Owned Facilities	13	14	15	15
Federally Licensed Facilities	3	3	3	3
Joint Use Facilities	10	10	10	10
Regional Training Institutes (RTI)	2	2	2	2
Maintenance Facilities	8	8	8	9
Technician, Drill, & Annual Training Pay	51,888,845	61,600,000	60,000,000	60,000,000

## Air Guard (1624)

To defend the United State through the control and exploitation of air and space; to train, mobilize, and deploy anywhere in the world in a matter of hours; to fly fighter sorties in support of the theater commander's objectives; to respond to the call of the Governor during times of natural disaster or civil disturbance; to protect life and property and preserve peace, order, and public safety; and, to add value to America by our presence in the community.

Located in Sioux Falls at Joe Foss Field, the SDANG is comprised of 1,101 Airmen. The SDANG flies F-16 Fighter Aircraft.

### Major Items Summary: Air Guard (1624)

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
<b>FY 2026 Base Budget</b>	<b>\$629,076</b>	<b>\$8,414,777</b>	<b>\$0</b>	<b>\$9,043,853</b>	<b>48.0</b>	<b>\$629,076</b>	<b>\$8,414,777</b>	<b>\$0</b>	<b>\$9,043,853</b>	<b>48.0</b>
1. Civil Air Patrol Grant	\$0	\$0	\$0	\$0	0.0	(\$60,023)	\$0	\$0	(\$60,023)	0.0
2. Utility Cost Adjustment	\$11,778	\$35,333	\$0	\$47,111	0.0	\$11,778	\$35,333	\$0	\$47,111	0.0
<b>FY 2026 Total Budget</b>	<b>\$640,854</b>	<b>\$8,450,110</b>	<b>\$0</b>	<b>\$9,090,964</b>	<b>48.0</b>	<b>\$580,831</b>	<b>\$8,450,110</b>	<b>\$0</b>	<b>\$9,030,941</b>	<b>48.0</b>
Change from Base Budget	\$11,778	\$35,333	\$0	\$47,111	0.0	(\$48,245)	\$35,333	\$0	(\$12,912)	0.0
% Change from Base Budget	1.9%	0.4%	0.0%	0.5%	0.0%	(7.7%)	0.4%	0.0%	(0.1%)	0.0%

#### 1. Civil Air Patrol Grant

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$0	\$0	0.00
Governor's Recommendation	(\$60,023)	\$0	\$0	(\$60,023)	0.00

The governor recommends a decrease of **(\$60,023)** in **general funds**.

The South Dakota Civil Air Patrol (SD CAP) is a program authorized by SDCL 33-21-1. The duties of SD CAP is listed in SDCL 33-21-2, which includes any duties assigned by the governor. In practice, the main roles the SD CAP fills include air and ground reconnaissance for search and rescue, damage assessment, and environmental surveys. SD CAP performs 12 missions on average annually for state and local agencies. They have close to 400 members in 8 locations statewide and operate 6 single-engine aircraft, 9 photography drones, and 17 vehicles.

The grant provide funds for hanger rent for the aircraft and equipment for the SD CAP to operate. The governor's recommended budget would completely eliminate the grant. The Department of Military is working with SD CAP to obtain alternative sources of funds. This would allow SD CAP to provide the same level of services without the need for the state grant.

2. Utility Cost Adjustment

	General	Federal	Other	Total	FTE
Agency Request	\$11,778	\$35,333	\$0	\$47,111	0.00
Governor's Recommendation	\$11,778	\$35,333	\$0	\$47,111	0.00

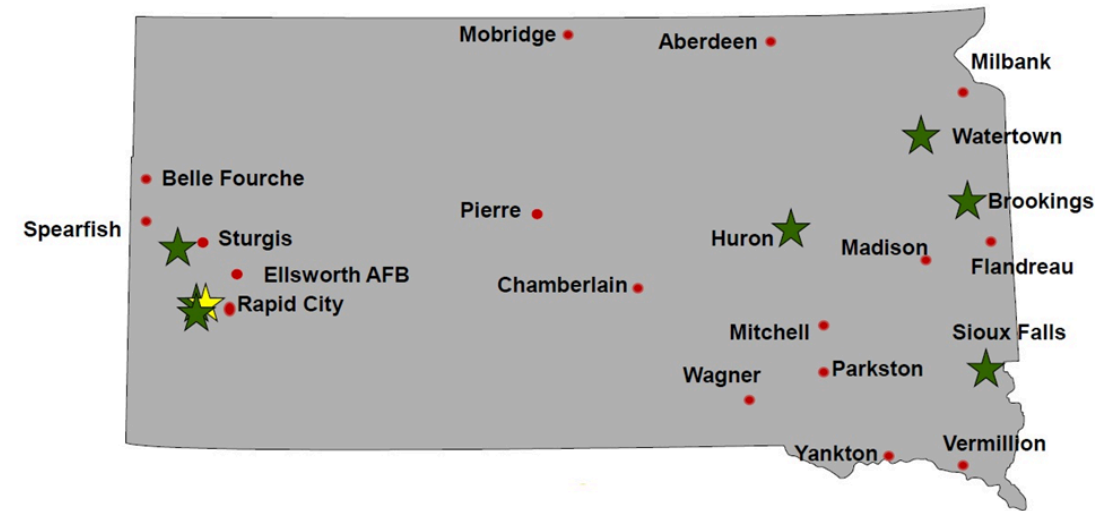
The agency requests an increase of \$17,042 in general funds and an increase of \$18,858 in federal funds for utility costs for Department of Military buildings.

The governor recommends this request.

The state uses a software called EnergyCAP (also referred to as ENCAP) to track and analyze agencies' energy usage throughout the fiscal year. To calculate the budget adjustments needed for utilities, agencies multiply their utilization by energy source from the previous year ended (FY24 for the current adjustments) by the Statewide Energy Manager's projected future price rates for each energy source, which are based on data from utility suppliers and industry resources. Additionally, the Statewide Energy Manager provides projections on weather sensitivity for each energy source and adjustments for heating and cooling days.

Combining the most recent fiscal year of data on their actual energy utilization with the Energy Manager's projections, agencies request any adjustments to their utility budgets that they are forecasted to need for the next fiscal year. Utility cost adjustments for the current fiscal year (which appear in the supplemental to the current year's G-Bill) are calculated in the same way as adjustments for the next fiscal year, except that the percentage change in the cost rates is typically different.

The Department of Military is responsible for maintaining utilities for all military facilities in South Dakota.



The changes include a decrease in electricity costs of \$32,042 in general funds and \$105,060 in federal fund expenditure authority, a decrease in natural gas costs of \$40,874 in general funds and \$127,577 in federal fund expenditure authority, and a decrease in propane costs of \$1,562 in federal expenditure authority.

The costs between the state and federal government for utility costs are roughly about 23% state and 77% federal.

Reversions and Unutilized FTE (1624)

	General	Federal	Other
Original Appropriation FY2024	\$621,909	\$6,773,742	\$0
Pool Distributions	\$28,685	\$502,757	\$0
Supplemental Changes	(\$32,986)	(\$98,958)	\$0
Agency Adjustments	\$1,199	\$1,055,000	\$0
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$618,807	\$8,232,541	\$0
FY2024 Expenditures	\$608,281	\$7,666,558	\$0
Reversion of Authority	\$10,526	\$565,983	\$0
Unutilized FTE			1.3

Budget Request: Air Guard (1624)

By Fund Category	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
General	\$903,815	\$608,281	\$618,807	\$629,076	\$640,854	\$580,831	(\$48,245)
Federal	\$7,362,288	\$7,666,558	\$8,232,541	\$8,414,777	\$8,450,110	\$8,450,110	\$35,333
Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$8,266,103	\$8,274,839	\$8,851,348	\$9,043,853	\$9,090,964	\$9,030,941	(\$12,912)

By Program	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Air Guard	\$8,266,103	\$8,274,839	\$8,851,348	\$9,043,853	\$9,090,964	\$9,030,941	(\$12,912)
Total	\$8,266,103	\$8,274,839	\$8,851,348	\$9,043,853	\$9,090,964	\$9,030,941	(\$12,912)

By Object Expenditure	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Personnel Costs	\$3,711,405	\$4,478,293	\$4,491,288	\$4,637,703	\$4,637,703	\$4,637,703	\$0
Salaries	\$2,766,879	\$3,323,251	\$3,443,206	\$3,573,020	\$3,573,020	\$3,573,020	\$0
Benefits	\$944,526	\$1,155,042	\$1,048,082	\$1,064,683	\$1,064,683	\$1,064,683	\$0
Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
	\$4,554,698	\$3,796,546	\$4,360,060	\$4,406,150	\$4,453,261	\$4,393,238	(\$12,912)
Travel	\$13,000	\$33,662	\$40,078	\$32,963	\$32,963	\$32,963	\$0
Contractual Services	\$2,503,565	\$2,420,717	\$2,644,682	\$2,653,787	\$2,700,898	\$2,700,898	\$47,111

Operating Expenditures	FY 2023 Actual	FY 2024 Actual	FY 2024 Budget Revised	FY 2025 Budget	FY 2026 Agency Request	FY 2026 Governors Recommended	Change From FY2025
Supplies	\$122,129	\$193,224	\$184,763	\$183,863	\$183,863	\$183,863	\$0
Grants	\$1,909,920	\$1,148,847	\$1,490,023	\$1,535,023	\$1,535,023	\$1,475,000	(\$60,023)
Capital Outlay	\$6,085	\$95	\$514	\$514	\$514	\$514	\$0
<b>Total</b>	<b>\$8,266,103</b>	<b>\$8,274,839</b>	<b>\$8,851,348</b>	<b>\$9,043,853</b>	<b>\$9,090,964</b>	<b>\$9,030,941</b>	<b>(\$12,912)</b>
<b>Full-Time Equivalent (FTE)</b>	<b>44.99</b>	<b>46.69</b>	<b>48.0</b>	<b>48.0</b>	<b>48.0</b>	<b>48.0</b>	<b>0.00</b>

Funding Sources (Governor's Recommended)

	General	Federal	Other	General%	Federal%	Other%
STATE GENERAL FUND	\$44,568	\$0	\$0	7.7%	0.0%	0.0%
AIR GUARD MASTER COOPERATIVE A	\$536,263	\$6,975,110	\$0	92.3%	82.5%	0.0%
AIR GUARD STARBASE YOUTH PROGR	\$0	\$1,475,000	\$0	0.0%	17.5%	0.0%

Revenues and Statistics: Air Guard (1624)

Revenues	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Federal Reimbursement Revenues	\$7,141,662	\$7,459,673	\$7,600,000	\$7,800,000
Performance Indicators	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Assigned Strength of the Air Guard	1063	1094	1094	1094
Percentage of Strength Filled	103.2%	103.7%	103.7%	103.7%
Units Deployed Overseas		6	6	6
Full-Time Air Guard Employees	410	410	400	400
Federal Budget	\$82,400,000	\$82,600,000	\$82,700,000	82,800,000
Federally-Owned Facilities	39	41	41	41
Aircraft (F-16)	22	20	20	20
Civil Air Patrol Total Membership	425	420	430	430
Civil Air Patrol Aircraft	6	6	6	6
Number of Civil Air Patrol Squadrons	9	9	9	9
Hours in Support of State Missions	4,995	5,000	5,100	5100

## Budget History

FY 2025 Budget		General	Federal	Other	Total	FTE
Utility Cost Adjustment		(\$72,916)	(\$234,199)	\$0	(\$307,115)	0.00
Maintenance and Repair		\$275,530	\$319,115	\$0	\$594,645	0.00
National Guard Tuition Assistance for Private Schools		\$202,800	\$0	\$0	\$202,800	0.00
National Guard Tuition Assistance for Board of Regents and Technical Education Schools		\$2,888,011	\$0	\$0	\$2,888,011	0.00
<b>Totals</b>		<b>\$3,293,425</b>	<b>\$84,916</b>	<b>\$0</b>	<b>\$3,378,341</b>	<b>0.00</b>

Session 2024 Supplemental and Special Appropriations	Bill	General	Federal	Other	Total	FTE
No Changes						
<b>Totals</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00</b>

FY 2024 Budget		General	Federal	Other	Total	FTE
Utility Cost Adjustment		\$157,053	\$624,589	\$0	\$781,642	0.00
Maintenance and Repair		\$207,930	(\$154,449)	\$0	\$53,481	0.00
Contract Inflation		\$2,285	\$459,000	\$0	\$461,285	0.00
Rent Adjustments		\$10,614	\$0	\$0	\$10,614	0.00
<b>Totals</b>		<b>\$377,882</b>	<b>\$929,140</b>	<b>\$0</b>	<b>\$1,307,022</b>	<b>0.00</b>

Session 2023 Supplemental and Special Appropriations	Bill	General	Federal	Other	Total	FTE
Watertown Field Maintenance Shop	SB 12	\$0	\$29,000,000	\$0	\$29,000,000	0.00
Sioux Falls Readiness Center Addition	SB 13	\$0	\$6,000,000	\$0	\$6,000,000	0.00
Sioux Falls Readiness Center	SB 14	\$667,000	\$2,001,000	\$0	\$2,668,000	0.00
<b>Totals</b>		<b>\$667,000</b>	<b>\$37,001,000</b>	<b>\$0</b>	<b>\$37,668,000</b>	<b>0.00</b>

FY 2023 Budget		General	Federal	Other	Total	FTE
Utility Cost Adjustment		(\$3,426)	(\$8,611)	\$0	(\$12,037)	0.00
UMMC Projects		\$0	\$3,000,000	\$0	\$3,000,000	0.00
<b>Totals</b>		<b>(\$3,426)</b>	<b>\$2,991,389</b>	<b>\$0</b>	<b>\$2,987,963</b>	<b>0.00</b>



Session 2022 Supplemental and Special Appropriations	Bill	General	Federal	Other	Total	FTE
National Guard Readiness Center in Sioux Falls and Land swap	SB 41	\$5,185,920	\$1,291,974	\$0	\$6,477,894	0.00
Wagner National Guard Readiness Center Addition	SB 48	\$1,000,000	\$3,000,000	\$0	\$4,000,000	0.00
National Guard Cold Storage Replacement	SB 49	\$225,000	\$675,000	\$0	\$900,000	0.00
Department of the Military Officer Training Quarters Remodel	SB 60	\$0	\$3,000,000	\$0	\$3,000,000	0.00
Various Statewide Utilities	SB 60	(\$27,769)	(\$88,038)	\$0	(\$115,807)	0.00
Totals		\$6,383,151	\$7,878,936	\$0	\$14,262,087	0.00