



# OSA FY2026 Budget Presentation

Watch Dog of Taxpayer Dollars

Checks and Balances

Federal IRS/SSA Compliance

State Auditor

Fiscal Year 2026 Budget Brief Summary

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.

Source of Funds



Distribution of General Funds



Key Personnel	
• Rich Sattgast, State Auditor	• Rik Drewes, Deputy State Auditor
• Jenna Latham, Audit Supervisor	• Peggy Livingston, Accounting Supervisor/Contracts Manager
• Megan Hansen, Payroll Supervisor	• Stephanie Poppen, State Social Security Administrator
Mission of the State Auditor	

To preaudit all claims against the state, issue warrants, administer state employee payroll, record and monitor all fund balances and all fund transfers; to reconcile fund balances and submit numerous reports to agencies on the state's financial condition as set forth by the rules of the State Auditor, the State Board of Finance, and of other state agencies; to deposit with the Internal Revenue Service, the social security and federal income taxes withheld from employees of the state of South Dakota and the state universities in a proper and timely manner; to audit and correct all wage data and social security records of the employees of the state of South Dakota, state universities, and over 700 governmental subdivisions, including counties, cities, school districts, townships and water districts; and, to serve as a repository for W-2s for state employees.

LEGAL CITATION: South Dakota Constitution, Article IV, Section 7, SDCL 4-9-2, 4-9-7, 4-10-5, and 3-11-3, 3-11-7.



## 3 Main Departments

Payroll

Accounting

Auditing



# Payroll Department

Employee Payroll, Garnishments

Social Security Administrator

IRS Compliance and W-2 Repository

## Revenues and Statistics: State Auditor (3300)

Revenues	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Receipts from Garnishments	\$8,745	\$9,360	\$10,000	\$10,000
Performance Indicators	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
VOUCHERS PROCESSED:				
Vouchers Returned for Correction	3,103	3,475	3,500	3,500
Vouchers Audited	268,473	261,726	300,000	300,000
% of Vouchers Returned for Correction	1.2%	1.32%	1.5%	1.5%
Warrants Written:				
Warrants - Regular and Social Services	140,816	130,880	150,000	150,000
Colleges, Regents, SDSD, SDSVH	51,299	51,083	55,000	55,000
Lottery	6,359	6,843	7,000	7,000
Stop Payments Issued	409	505	500	500
Replacement Warrants Filed	246	274	275	275
Forged Warrants	638	215	300	300
ELECTRONIC TRANSACTIONS:				
ACH Vendor Payments	51,050	52,773	53,000	53,000
ACH Transfer Documents Approved	3,307	4,064	4,000	4,000
PAYROLL:				
Levies/Student Loans/Garnishments	3/0/583	1/0/624	3/0/600	3/0/650
Child Care Court Order Payments	155	158	165	165
Active Government Subdivisions	663	663	663	663
State Government Social Security	125,367,827	140,107,587	145,000,000	145,000,000
Income Tax Withheld/Transmitted to IRS	77,379,792	87,068,948	88,000,000	90,000,000
Income Tax Withheld From Retirees	62,962,474	64,590,155	66,000,000	66,000,000
OTHER:				
Consultant Contracts Filed	2,065	2,184	2,200	2,200
Local Bank Accounts	198	192	195	195
Submission of Annual Report	Annual	Annual	Annual	Annual
PROCUREMENT CARDS:				
# of Cards*	1,198	530	550	550
# of Transactions	56,538	56,568	57,000	57,000



# Accounting Department

Account Reconciliation

Stop Payments

Replacement Warrants

Forged Warrants

ACH Vendor Payments

ACH Transfer Documents

Other – Local Bank Accts, Annual Reports

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# Audit Department

100% Preaudit of all Expenditures

Voucher Document Retention

Consultant Contract Payment Compliance



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# State Auditor

## Fiscal Year 2026 Budget Brief Detail

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### State Auditor 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	\$1,473,915	\$1,599,397	\$1,653,653	\$1,789,768	\$1,789,768	\$1,789,768	\$0
Federal	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total</b>	<b>\$1,473,915</b>	<b>\$1,599,397</b>	<b>\$1,653,653</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$0</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
State Auditor	\$1,473,915	\$1,599,397	\$1,653,653	\$1,789,768	\$1,789,768	\$1,789,768	\$0
<b>Total</b>	<b>\$1,473,915</b>	<b>\$1,599,397</b>	<b>\$1,653,653</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$0</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
	\$1,296,208	\$1,389,470	\$1,442,301	\$1,574,757	\$1,574,757	\$1,574,757	\$0
Salaries	\$1,004,177	\$1,075,084	\$1,104,170	\$1,219,645	\$1,219,645	\$1,219,645	\$0
Benefits	\$292,032	\$314,386	\$338,131	\$355,112	\$355,112	\$355,112	\$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
	\$177,707	\$209,927	\$211,352	\$215,011	\$215,011	\$215,011	\$0
Travel	\$1,376	\$632	\$12,843	\$13,211	\$13,211	\$13,211	\$0
Contractual Services	\$121,993	\$145,020	\$153,864	\$157,155	\$157,155	\$157,155	\$0
Supplies	\$36,765	\$37,178	\$37,013	\$37,013	\$37,013	\$37,013	\$0
Capital Outlay	\$17,573	\$27,097	\$7,632	\$7,632	\$7,632	\$7,632	\$0
<b>Total</b>	<b>\$1,473,915</b>	<b>\$1,599,397</b>	<b>\$1,653,653</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$0</b>

  

<b>Full-Time Equivalent (FTE)</b>	<b>16.0</b>	<b>15.72</b>	<b>16.0</b>	<b>16.0</b>	<b>16.0</b>	<b>16.0</b>	<b>0.00</b>
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Federal	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total</b>	<b>\$1,473,915</b>	<b>\$1,599,397</b>	<b>\$1,653,653</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$1,789,768</b>	<b>\$0</b>

FY 2026

FY2025 Budget \$1,789,768

FY2026 Auditor Request \$1,789,768

FY2026 Gov Recommended \$1,789,768

**OSA Requested Increase from FY25 to FY26 = \$0.00**