

State Investment Council

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 - State Investment Council

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
FY 2026 Base Budget	\$0	\$0	\$29,511,227	\$29,511,227	35.0	\$0	\$0	\$29,511,227	\$29,511,227	35.0
1. Dues and Membership Fees	\$0	\$0	\$11,500	\$11,500	0.0	\$0	\$0	\$11,500	\$11,500	0.0
2. Employee Training Books and Computer Hardware	\$0	\$0	\$0	\$0	0.0	\$0	\$0	\$0	\$0	0.0
3. Investment Council Performance Based Compensation	\$0	\$0	\$615,057	\$615,057	0.0	\$0	\$0	\$615,057	\$615,057	0.0
4. Retiring Employees	\$0	\$0	(\$92,752)	(\$92,752)	0.0	\$0	\$0	(\$92,752)	(\$92,752)	0.0
5. Services and Research Subscriptions	\$0	\$0	\$99,442	\$99,442	0.0	\$0	\$0	\$99,442	\$99,442	0.0
6. Workshop Registration Fees	\$0	\$0	\$3,500	\$3,500	0.0	\$0	\$0	\$3,500	\$3,500	0.0
FY 2026 Total Budget	\$0	\$0	\$30,147,974	\$30,147,974	35.0	\$0	\$0	\$30,147,974	\$30,147,974	35.0
Change from Base Budget	\$0	\$0	\$636,747	\$636,747	0.0	\$0	\$0	\$636,747	\$636,747	0.0
% Change from Base Budget	0.0%	0.0%	2.2%	2.2%	0.0%	0.0%	0.0%	2.2%	2.2%	0.0%

State Investment Council 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	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Federal	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$16,412,227	\$16,446,103	\$28,530,177	\$29,511,227	\$30,147,974	\$30,147,974	\$636,747
Total	\$16,412,227	\$16,446,103	\$28,530,177	\$29,511,227	\$30,147,974	\$30,147,974	\$636,747
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
Investment of State Funds	\$9,245,490	\$10,238,642	\$12,100,783	\$12,869,382	\$12,891,072	\$12,891,072	\$21,690
Performance Based Compensation	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057
Total	\$16,412,227	\$16,446,103	\$28,530,177	\$29,511,227	\$30,147,974	\$30,147,974	\$636,747
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
	\$14,303,380	\$14,010,012	\$25,689,278	\$26,472,983	\$26,995,288	\$26,995,288	\$522,305

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
Salaries	\$12,904,229	\$12,508,599	\$22,410,481	\$23,351,518	\$23,810,598	\$23,810,598	\$459,080
Benefits	\$1,399,151	\$1,501,413	\$3,278,797	\$3,121,465	\$3,184,690	\$3,184,690	\$63,225
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
	\$2,108,847	\$2,436,092	\$2,840,899	\$3,038,244	\$3,152,686	\$3,152,686	\$114,442
Travel	\$31,753	\$41,262	\$86,431	\$88,681	\$88,681	\$88,681	\$0
Contractual Services	\$2,017,825	\$2,319,534	\$2,706,948	\$2,904,043	\$3,018,485	\$3,018,485	\$114,442
Supplies	\$2,969	\$3,386	\$7,000	\$5,000	\$5,000	\$5,000	\$0
Capital Outlay	\$56,299	\$71,909	\$40,520	\$40,520	\$40,520	\$40,520	\$0
Total	\$16,412,227	\$16,446,103	\$28,530,177	\$29,511,227	\$30,147,974	\$30,147,974	\$636,747
Full-Time Equivalent (FTE)	32.63	32.28	35.0	35.0	35.0	35.0	0.00

Reversions and Unutilized FTE (321)

	General	Federal	Other
Original Appropriation FY2024	\$0	\$0	\$27,764,798
Pool Distributions	\$0	\$0	\$707,715
Supplemental Changes	\$0	\$0	\$0
Agency Adjustments	\$0	\$0	\$57,664
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$0	\$0	\$28,530,177
FY2024 Expenditures	\$0	\$0	\$16,446,103
Reversion of Authority	\$0	\$0	\$12,084,074
Unutilized FTE			2.7

Investment of State Funds (3210)

To manage the South Dakota Retirement System assets in order to obtain maximum long-term total returns consistent with prudent risk; to manage the state's cash flow fund in order to obtain maximum long-term total returns consistent with the liquidity needs of the fund, the legal list and prudent risk; to manage the investment portfolios of the School and Public Lands Fund, the Dakota Cement Trust, the Health Care Trust and the Education Enhancement Trust to obtain the highest risk adjusted return over the long term and to provide income payouts; to determine investment options for the 457 deferred compensation savings plan; and to establish and oversee the Higher Education Savings Plan.

Major Items Summary: Investment of State Funds (3210)

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
FY 2026 Base Budget	\$0	\$0	\$12,869,382	\$12,869,382	35.0	\$0	\$0	\$12,869,382	\$12,869,382	35.0
1. Dues and Membership Fees	\$0	\$0	\$11,500	\$11,500	0.0	\$0	\$0	\$11,500	\$11,500	0.0
2. Employee Training Books and Computer Hardware	\$0	\$0	\$0	\$0	0.0	\$0	\$0	\$0	\$0	0.0
3. Retiring Employees	\$0	\$0	(\$92,752)	(\$92,752)	0.0	\$0	\$0	(\$92,752)	(\$92,752)	0.0
4. Services and Research Subscriptions	\$0	\$0	\$99,442	\$99,442	0.0	\$0	\$0	\$99,442	\$99,442	0.0
5. Workshop Registration Fees	\$0	\$0	\$3,500	\$3,500	0.0	\$0	\$0	\$3,500	\$3,500	0.0
FY 2026 Total Budget	\$0	\$0	\$12,891,072	\$12,891,072	35.0	\$0	\$0	\$12,891,072	\$12,891,072	35.0
Change from Base Budget	\$0	\$0	\$21,690	\$21,690	0.0	\$0	\$0	\$21,690	\$21,690	0.0
% Change from Base Budget	0.0%	0.0%	0.2%	0.2%	0.0%	0.0%	0.0%	0.2%	0.2%	0.0%

1. Dues and Membership Fees

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$11,500	\$11,500	0.00
Governor's Recommendation	\$0	\$0	\$11,500	\$11,500	0.00

The agency requests an increase of **\$11,500** in **other fund** expenditure authority for inflationary increases in dues and membership fees. A large chunk of dues is paid to Institutional Limited Partners Association (ILPA), with the remainder being Pacific Pension & Investment Institute (PPI) dues, and reimbursements for employees' Chartered Financial Analyst, Certified Public Accountant, and State Bar Association fees and license renewals.

The governor recommends this request.

2. Employee Training Books and Computer Hardware

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$0	\$0	0.00
Governor's Recommendation	\$0	\$0	\$0	\$0	0.00

The agency requests an increase of **\$0** in **other fund** expenditure authority to shift unused capital outlay authority to inflationary increases in employee training books and computer hardware. There is a decrease in office furniture authority due to planned furniture upgrade in a smaller section of the office. There is a decrease in computer software authority due to receiving license renewals through BIT. There are expected inflationary increases in books for two staff involved in the Chartered Financial Analyst program and computer hardware.

3. Retiring Employees

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	(\$92,752)	(\$92,752)	0.00
Governor's Recommendation	\$0	\$0	(\$92,752)	(\$92,752)	0.00

The agency requests a decrease of **(\$92,752)** in **other fund** expenditure authority for staff salaries and benefits. This FY 2026 budget request was approved by the Investment Council on June 13, 2024, and by the LRC Executive Board on August 15, 2024.

For investment position salaries, total compensation consists of base pay and investment performance incentive pay. The Investment Council targets 70% of the cost-of-living adjusted private sector median for investment positions’ total compensation including average expected incentives. Base pay increases for FY 2026 are in line with the agency’s long-term plan.

The base salaries budget for full-time staff (not including state salary policy) decreases by 1.01%. The lower pay for new hires compared to experienced retiring staff offset promotion related increases for staff transitioning from entry level to senior team members and an additional 1.5% for all investment staff based on the long-term plan to keep pace with industry compensation. The budget includes promotional increases of between 3.19% and 16.5% for newer level and intermediate level investment team members as they transition through the steep learning curve to senior investment team members. There is a 5% promotional increase for one accountant due to experience and moving towards a senior level accountant. There is a 7% promotional increase for one accountant due to experience and moving towards an Accountant II. No additional increase is being requested for remaining staff including 1 CFO, 2 investment accountants, 1 business manager, 1 assistant business manager, and student intern positions.

Longevity: It is anticipated that 28 employees will be eligible for longevity pay in FY 2026.

Board & Commission Members: Five of the eight Investment Council members receive the daily rate (\$166) for all Investment Council related activities including Council meetings, subcommittee meetings, meetings with Investment Office staff, and appearances at legislative committee meetings. The budget allows up to 14 of these meetings each year.

Benefits: Benefit adjustments were made to current staff according to the calculations provided by the Bureau of Finance and Management.

The governor recommends this request.

4. Services and Research Subscriptions

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$99,442	\$99,442	0.00
Governor's Recommendation	\$0	\$0	\$99,442	\$99,442	0.00

The agency requests an increase of **\$99,442** in **other fund** expenditure authority for state, bank, and research services.

- State Computer Services and Telecommunications Services increased by \$63,910 and \$6336 respectively, due to BIT billing rate increases. Computer Software Maintenance added \$800 due to receiving license renewals through BIT.
- 3% increase from FY25 for Central Services.
- 6% increase from FY25 for Department of Legislative Audit services.
- There is an increase for Quote/Pricing Fees of \$49,440 due to adding daily stock/bond pricing and an increase of \$15,000 for FTSE due to adding an index.
- The bank custodian contract includes an increase of 2% annually for custody of state financial assets resulting in increase of \$6,118.
- A necessary adjustment was made under Revenue Bond Lease Payments due to Government Accounting Standards Board changes to Subscription Based Information Technology Arrangement reporting requirements.
- All investment research services net to a decrease of \$3,058. A portion of a service was not renewed with Credit Sights resulting in a decrease of \$36,630. Boyars Intrinsic Value and Steel Market Update were not renewed.
- There is a 30% \$90,000 decrease for SS&C Technologies per contract due to completion of implementation costs. There is an increase for Reorg Research of \$50,000 negotiated upon renewal as well as adding a service.
- There is a \$35,791 increase for FactSet due to a fee schedule contract amendment.
- BNY Mellon Performance & Risk increased by \$9,700 due to a change in fee structure.
- Expected inflationary increases of 3% for Insider Score, Value Line, and Morningstar as well as 5% for S&P US, S&P 1200, Refinitiv, Greenstreet, and Dow Jones News Service.

The agency makes changes in research providers according to the needs and circumstances at the time. Research services are continually evaluated, and an investment service may be replaced by another provider if a higher quality product is found. Whenever research services are newly acquired or renewed, the agency negotiates to get the best price possible.

The governor recommends this request.

5. Workshop Registration Fees

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$3,500	\$3,500	0.00
Governor's Recommendation	\$0	\$0	\$3,500	\$3,500	0.00

The agency requests an increase of **\$3,500** in **other fund** expenditure authority for workshop registration fees due to increased attendance by staff and registration fee inflation. This includes conference registration fees for NASIO (National Association of State Investment Officers), NASIP (National Association of State Investment Professionals), PPI (Pacific Pension Institute), ILPA (Institutional Limited Partnerships Association), and NAPPA (National Association of Public Pension Attorneys). It also includes registration fees for CFA (Chartered Financial Analyst Institute).

The governor recommends this request.

Reversions and Unutilized FTE (3210)

	General	Federal	Other
Original Appropriation FY2024	\$0	\$0	\$11,335,404
Pool Distributions	\$0	\$0	\$707,715
Supplemental Changes	\$0	\$0	\$0
Agency Adjustments	\$0	\$0	\$57,664
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$0	\$0	\$12,100,783
FY2024 Expenditures	\$0	\$0	\$10,238,642
Reversion of Authority	\$0	\$0	\$1,862,141
Unutilized FTE			2.7

Budget Request: Investment of State Funds (3210)

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	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Federal	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$9,245,490	\$10,238,642	\$12,100,783	\$12,869,382	\$12,891,072	\$12,891,072	\$21,690
Total	\$9,245,490	\$10,238,642	\$12,100,783	\$12,869,382	\$12,891,072	\$12,891,072	\$21,690

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
Investment of State Funds	\$9,245,490	\$10,238,642	\$12,100,783	\$12,869,382	\$12,891,072	\$12,891,072	\$21,690
Total	\$9,245,490	\$10,238,642	\$12,100,783	\$12,869,382	\$12,891,072	\$12,891,072	\$21,690

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
	\$7,136,643	\$7,802,550	\$9,259,884	\$9,831,138	\$9,738,386	\$9,738,386	(\$92,752)
Salaries	\$6,095,455	\$6,670,971	\$7,797,656	\$8,288,386	\$8,206,994	\$8,206,994	(\$81,392)
Benefits	\$1,041,188	\$1,131,579	\$1,462,228	\$1,542,752	\$1,531,392	\$1,531,392	(\$11,360)
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
	\$2,108,847	\$2,436,092	\$2,840,899	\$3,038,244	\$3,152,686	\$3,152,686	\$114,442
Travel	\$31,753	\$41,262	\$86,431	\$88,681	\$88,681	\$88,681	\$0
Contractual Services	\$2,017,825	\$2,319,534	\$2,706,948	\$2,904,043	\$3,018,485	\$3,018,485	\$114,442
Supplies	\$2,969	\$3,386	\$7,000	\$5,000	\$5,000	\$5,000	\$0
Capital Outlay	\$56,299	\$71,909	\$40,520	\$40,520	\$40,520	\$40,520	\$0
Total	\$9,245,490	\$10,238,642	\$12,100,783	\$12,869,382	\$12,891,072	\$12,891,072	\$21,690
Full-Time Equivalent (FTE)	32.63	32.28	35.0	35.0	35.0	35.0	0.00

Funding Sources (Governor's Recommended)

	General	Federal	Other	General%	Federal%	Other%
INVESTMENT COUNCIL OPERATING	\$0	\$0	\$12,891,072	0.0%	0.0%	100.0%

Revenues and Statistics: Investment of State Funds (3210)

Revenues	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Investment Management Fees:				
Retirement System (SDRS)	\$13,780,133	\$14,611,505	\$13,707,045	\$18,388,784
Cash Flow Fund (CFF)	\$549,995	\$715,333	\$749,326	\$750,000
School and Public Lands (S&PL)	\$363,516	\$391,190	\$377,776	\$507,433
Dakota Cement Trust (DCT)	\$360,424	\$375,070	\$347,527	\$466,345
Education Enhancement Trust (EET)	\$673,116	\$715,060	\$678,032	\$910,092
Health Care Trust (HCT)	\$206,981	\$215,484	\$202,190	\$271,179
Performance Indicators	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
SDRS Yr-End Assets/Inv Income (Millions)	\$14,486/\$869.1	\$14,907/\$916.4		
SDRS Total Fund Return/Capital Mkt Benchmark	5.84%/10.65%	6.02%/13.81%		
S&PL Yr-End Assets/Invest Income (Millions)	\$389.9/\$23.2	\$416.7/\$27.9		
S&PL Total Fund Return/Benchmark Return	5.95%/9.44%	6.86%/12.62%		
DCT Yr-End Assets/Invest Income (Millions)	\$363.4/\$20.5	\$371.3/\$24.0		
DCT Total Fund Return/Benchmark Return	5.36%/9.44%	6.28%/12.62%		
EET Yr-End Assets/Invest Income (Millions)	\$728.5/\$42.8	\$759.4/\$49.6		
EET Total Fund Return/Benchmark Return	5.90%/9.67%	6.66%/12.62%		
HCT Yr-End Assets/Invest Income (Millions)	\$216.9/\$12.6	\$224.1/\$15.2		
HCT Total Fund Return/Benchmark Return	5.80%/9.44%	6.90%/12.62%		
CFF Average Amount Invested (Millions)	\$3576.7	\$3746.6		
CFF Investment Income Received (Millions)	\$76.2	\$148		
CFF Average Yield/Benchmark Yield	2.59%/3.60%	3.86%/5.2%		

Performance Based Compensation (3211)

To focus on adding value over the long term in all financial market conditions and to motivate and retain successful investment team members by linking a portion of total compensation to investment return performance relative to benchmarks.

Major Items Summary: Performance Based Compensation (3211)

	Agency Request					Governor's Recommendation				
	General	Federal	Other	Total	FTE	General	Federal	Other	Total	FTE
FY 2026 Base Budget	\$0	\$0	\$16,641,845	\$16,641,845	0.0	\$0	\$0	\$16,641,845	\$16,641,845	0.0
1. Investment Council Performance Based Compensation	\$0	\$0	\$615,057	\$615,057	0.0	\$0	\$0	\$615,057	\$615,057	0.0
FY 2026 Total Budget	\$0	\$0	\$17,256,902	\$17,256,902	0.0	\$0	\$0	\$17,256,902	\$17,256,902	0.0
Change from Base Budget	\$0	\$0	\$615,057	\$615,057	0.0	\$0	\$0	\$615,057	\$615,057	0.0
% Change from Base Budget	0.0%	0.0%	3.7%	3.7%	0.0%	0.0%	0.0%	3.7%	3.7%	0.0%

1. Investment Council Performance Based Compensation

	General	Federal	Other	Total	FTE
Agency Request	\$0	\$0	\$615,057	\$615,057	0.00
Governor's Recommendation	\$0	\$0	\$615,057	\$615,057	0.00

The agency requests an increase of **\$615,057** in **other fund** expenditure authority for investment staff performance-based compensation. The agency targets 70% of the cost-of-living adjusted private sector median for investment positions' total compensation, including average expected incentives. The incentive plan includes funding for potential maximum incentives of 225% of FY 2025 base salaries of most investment positions, with the State Investment Officer at 200% and new investment professionals phased in over first five years. The incentive plans are annually reviewed by the Investment Council, and the Investment Officer's plan is approved by the LRC Executive Board each year in setting the Investment Officer's compensation. The incentive compensation is based on a formula that pays only for outperformance versus capital markets benchmarks tied to one-year and multi-year returns. These incentives will reward outperformance and range from 0% to a maximum of 225% and are expected to average 90% over time. Unearned incentive funds remain unexpended. Benefits applied to the total maximum incentive funding including Social Security/Medicare, Retirement, Unemployment Insurance, and Worker's Compensation.

The governor recommends this request.

Reversions and Unutilized FTE (3211)

	General	Federal	Other
Original Appropriation FY2024	\$0	\$0	\$16,429,394
Pool Distributions	\$0	\$0	\$0
Supplemental Changes	\$0	\$0	\$0
Agency Adjustments	\$0	\$0	\$0
Transfers	\$0	\$0	\$0
Reorganizations	\$0	\$0	\$0
Adjusted Appropriation FY2024	\$0	\$0	\$16,429,394
FY2024 Expenditures	\$0	\$0	\$6,207,462
Reversion of Authority	\$0	\$0	\$10,221,932
Unutilized FTE			0.0

Budget Request: Performance Based Compensation (3211)

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	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Federal	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057
Total	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057
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
Performance Based Compensation	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057
Total	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057
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
	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057
Salaries	\$6,808,774	\$5,837,628	\$14,612,825	\$15,063,132	\$15,603,604	\$15,603,604	\$540,472
Benefits	\$357,963	\$369,834	\$1,816,569	\$1,578,713	\$1,653,298	\$1,653,298	\$74,585
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
	\$0	\$0	\$0	\$0	\$0	\$0	\$0
No data available							
Total	\$7,166,737	\$6,207,462	\$16,429,394	\$16,641,845	\$17,256,902	\$17,256,902	\$615,057

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
Full-Time Equivalent (FTE)							0.00

Funding Sources (Governor's Recommended)

	General	Federal	Other	General%	Federal%	Other%
INVESTMENT COUNCIL OPERATING	\$0	\$0	\$17,256,902	0.0%	0.0%	100.0%

Revenues and Statistics: Performance Based Compensation (3211)

Revenues	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
No data available				
Performance Indicators	Actual FY 2023	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
SDRS 1yr / 5yr / 10yr annualized returns	5.8%/6.4%/7.6%	6.0%/6.7%/6.4%		
Since inception 50 yrs FY 23 / 51 yrs FY 24	9.96%	9.89%		
SDRS vs Capital Market Benchmark				
Added Value 1yr / 5yr / 10yr annualized	-4.8%/0.1%/0.4%	-7.8%/-0.8%/-0.5%		
Added Value Since Inception 50 yrs / 51 yrs	0.9%	0.7%		
SDRS vs State Fund Universe (prelim)				
Added Value 1yr / 5yr / 10yr annualized	-1.6%/-1.2%/-0.4%	-3.2%/-1.8%/-1.2%		
Added Value Since Inception 50 yrs / 51 yrs	1.2%	1.1%		
SDRS Investment Income (millions)				
1 year /5 years /10 years	\$869/\$4426/\$9090	\$916/\$4,709/\$8,277		
SDRS Add'l Income vs Capital Mkts Bench (millions)				
1 year /5 years /10 years	-\$680/\$8.0/\$496	-\$1,128/- \$693/- \$850		

Budget History

FY 2025 Budget	General	Federal	Other	Total	FTE
Removal of Excess Supplies Authority	\$0	\$0	(\$2,000)	(\$2,000)	0.00
Agency Salary Adjustment	\$0	\$0	\$202,712	\$202,712	0.00
Aloha Accounting Program	\$0	\$0	\$175,000	\$175,000	0.00
Research Services	\$0	\$0	\$71,835	\$71,835	0.00
Contract Inflation	\$0	\$0	\$5,228	\$5,228	0.00
Investment Council Performance Based Compensation	\$0	\$0	\$212,451	\$212,451	0.00
Totals	\$0	\$0	\$665,226	\$665,226	0.00

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

FY 2024 Budget	General	Federal	Other	Total	FTE
Agency Specific Salary Adjustment	\$0	\$0	(\$321,946)	(\$321,946)	0.00
Contract Inflation	\$0	\$0	\$15,078	\$15,078	0.00
Rent Adjustments	\$0	\$0	\$18,400	\$18,400	0.00
Research Services	\$0	\$0	\$146,977	\$146,977	0.00
Investment Council Performance Based Compensation	\$0	\$0	\$3,145,820	\$3,145,820	0.00
Totals	\$0	\$0	\$3,004,329	\$3,004,329	0.00

Session 2023 Supplemental and Special Appropriations	Bill	General	Federal	Other	Total	FTE
No Changes						
Totals		\$0	\$0	\$0	\$0	0.00

FY 2023 Budget	General	Federal	Other	Total	FTE
Investment Council Performance Based Compensation	\$0	\$0	\$748,207	\$748,207	0.00
Rent Inflation	\$0	\$0	\$13,981	\$13,981	0.00
Bank Custodian Contract Annual Inflation	\$0	\$0	\$5,753	\$5,753	0.00
Research Services	\$0	\$0	\$58,527	\$58,527	0.00
Change in Employee Compensation	\$0	\$0	\$243,205	\$243,205	0.00
Totals	\$0	\$0	\$1,069,673	\$1,069,673	0.00

Session 2022 Supplemental and Special Appropriations	Bill	General	Federal	Other	Total	FTE
No Changes						
Totals		\$0	\$0	\$0	\$0	0.00