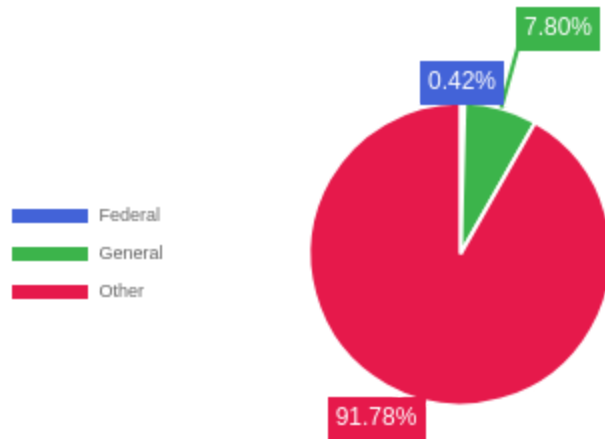


Bureau of Information and Telecommunications (BIT)

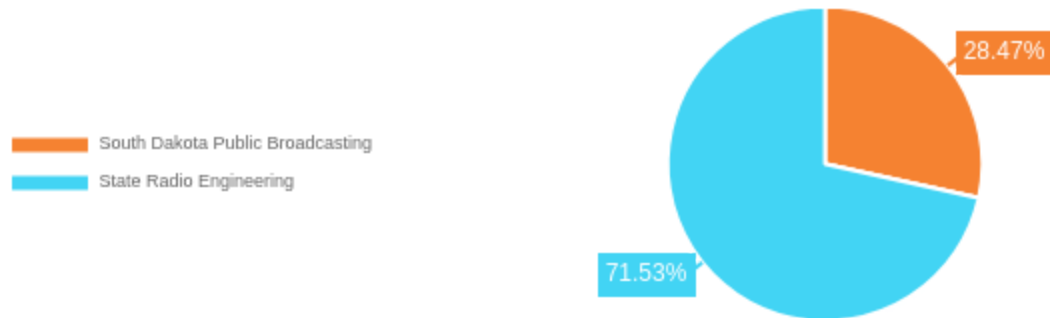
Fiscal Year 2026 Budget Brief Summary

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

| | |
|---|--|
| •Madhu Gottumukkala, Commissioner | •Johnathan Hampe, Infrastruc. & Resources Agency & App. Director |
| •Heather Perry, Deputy Commissioner | •Amanda Jost, Telecommunications Services Director |
| •Morgan Gruebele, Executive Management Finance Office Director | •Bill Dean, Public Health Agency & Applications Director |
| •Harold Bruce, Enterprise Applications Director | •Julie Overgaard, South Dakota Public Broadcasting Director |
| •Wayne Hayden-Moreland, Data Center Director | •Mark Wixon, Industry & Education Agency & Applications Director |
| •Kevin Lawrence, Gov. Operations Agency & Applications Director | •Jamie Monnin, Public Safety Agency & Applications Director |

Mission of the Bureau of Information and Telecommunications (BIT)

The Bureau of Information and Telecommunications (BIT) strives to partner and collaborate with clients in support of their missions through innovative information technology consulting, systems and solutions.

Bureau of Information and Telecommunications (BIT) Budget Units

- Data Centers (0131)
- Development (0132)
- Telecommunications Services (0133)
- South Dakota Public Broadcasting (0134)
- BIT Administration (0135)
- State Radio Engineering (0136)

Major Items Summary - Bureau of Information and Telecommunications (BIT)

| | Agency Request | | | | | Governor's Recommendation | | | | |
|--|---------------------|------------------|---------------------|---------------------|--------------|---------------------------|------------------|---------------------|---------------------|--------------|
| | General | Federal | Other | Total | FTE | General | Federal | Other | Total | FTE |
| FY 2026 Base Budget | \$10,311,768 | \$371,891 | \$73,058,805 | \$83,742,464 | 396.5 | \$10,311,768 | \$371,891 | \$73,058,805 | \$83,742,464 | 396.5 |
| 1. Citizen Portal Computer Services Development | \$0 | \$0 | \$704,000 | \$704,000 | 0.0 | \$0 | \$0 | \$704,000 | \$704,000 | 0.0 |
| 2. Citizen Portal Consultants and Phone Support | \$0 | \$0 | \$540,720 | \$540,720 | 0.0 | \$0 | \$0 | \$540,720 | \$540,720 | 0.0 |
| 3. Citizen Portal Software License | \$0 | \$0 | \$862,411 | \$862,411 | 0.0 | \$0 | \$0 | \$994,275 | \$994,275 | 0.0 |
| 4. Convert Server Replacement to Operational Expense | \$0 | \$0 | \$750,973 | \$750,973 | 0.0 | \$0 | \$0 | \$750,973 | \$750,973 | 0.0 |
| 5. Defender Software | \$0 | \$0 | \$208,000 | \$208,000 | 0.0 | \$0 | \$0 | \$208,000 | \$208,000 | 0.0 |
| 6. Development FTE reduction | \$0 | \$0 | \$0 | \$0 | 0.0 | \$0 | \$0 | (\$645,673) | (\$645,673) | (6.0) |
| 7. Eliminate Digital Dakota Network | \$0 | \$0 | \$0 | \$0 | 0.0 | \$0 | \$0 | (\$844,337) | (\$844,337) | (2.0) |
| 8. GIS Licenses | \$0 | \$0 | \$250,000 | \$250,000 | 0.0 | \$0 | \$0 | \$200,000 | \$200,000 | 0.0 |
| 9. Increased Cost of Mainframe Software License | \$0 | \$0 | \$145,000 | \$145,000 | 0.0 | \$0 | \$0 | \$145,000 | \$145,000 | 0.0 |
| 10. Increased Server Space | \$0 | \$0 | \$35,000 | \$35,000 | 0.0 | \$0 | \$0 | \$35,000 | \$35,000 | 0.0 |
| 11. Increased Use of Centralized Data Storage and Digital Signature Software | \$0 | \$0 | \$311,184 | \$311,184 | 0.0 | \$0 | \$0 | \$510,000 | \$510,000 | 0.0 |
| 12. IRS Compliance Software | \$0 | \$0 | \$27,000 | \$27,000 | 0.0 | \$0 | \$0 | \$0 | \$0 | 0.0 |
| 13. Maintenance Contract for New Sioux Falls Dispatch | \$123,384 | \$0 | \$0 | \$123,384 | 0.0 | \$123,384 | \$0 | \$0 | \$123,384 | 0.0 |
| 14. Microsoft Copilot Licenses | \$3,960 | \$0 | \$108,324 | \$112,284 | 0.0 | \$0 | \$0 | \$0 | \$0 | 0.0 |
| 15. Microsoft Office License Cost Increase | \$0 | \$0 | \$1,099,752 | \$1,099,752 | 0.0 | \$0 | \$0 | \$730,654 | \$730,654 | 0.0 |
| 16. New Cybersecurity FTEs | \$0 | \$0 | \$448,808 | \$448,808 | 4.0 | \$0 | \$0 | \$337,128 | \$337,128 | 3.0 |
| 17. Outsource Mainframe Support to Contractor | \$0 | \$0 | \$641,235 | \$641,235 | 0.0 | \$0 | \$0 | \$445,323 | \$445,323 | (1.0) |
| 18. Replace F5 Load Balancer | \$0 | \$0 | \$120,000 | \$120,000 | 0.0 | \$0 | \$0 | \$120,000 | \$120,000 | 0.0 |
| 19. Sardius: Open Captioning Software | \$7,250 | \$0 | \$0 | \$7,250 | 0.0 | \$7,250 | \$0 | \$0 | \$7,250 | 0.0 |
| 20. ServiceNow and Applications Portfolio Management Licenses | \$0 | \$0 | \$947,856 | \$947,856 | 0.0 | \$0 | \$0 | \$0 | \$0 | 0.0 |

| | | | | | | | | | | |
|--|---------------------|------------------|---------------------|---------------------|--------------|--------------------|------------------|---------------------|---------------------|--------------|
| 21. Shift 4 Data Admin FTEs | \$0 | \$0 | \$538,662 | \$538,662 | 0.0 | \$0 | \$0 | \$0 | \$0 | 0.0 |
| 22. Sioux Falls One Stop Rent | \$46,000 | \$0 | \$0 | \$46,000 | 0.0 | \$46,000 | \$0 | \$0 | \$46,000 | 0.0 |
| 23. Tower Inspection Drones: Insurance | \$4,171 | \$0 | \$0 | \$4,171 | 0.0 | \$0 | \$0 | \$0 | \$0 | 0.0 |
| 24. Transfer SDPB General Fund Authority to Other Fund Authority | \$0 | \$0 | \$0 | \$0 | 0.0 | (\$3,613,698) | \$0 | \$3,613,698 | \$0 | 0.0 |
| 25. Vendor Management Software | \$0 | \$0 | \$116,199 | \$116,199 | 0.0 | \$0 | \$0 | \$0 | \$0 | 0.0 |
| FY 2026 Total Budget | \$10,496,533 | \$371,891 | \$80,913,929 | \$91,782,353 | 400.5 | \$6,874,704 | \$371,891 | \$80,903,566 | \$88,150,161 | 390.5 |
| Change from Base Budget | \$184,765 | \$0 | \$7,855,124 | \$8,039,889 | 4.0 | (\$3,437,064) | \$0 | \$7,844,761 | \$4,407,697 | (6.0) |
| % Change from Base Budget | 1.8% | 0.0% | 10.8% | 9.6% | 1.0% | (33.3%) | 0.0% | 10.7% | 5.3% | (1.5%) |

1. Citizen Portal Computer Services Development

| | General | Federal | Other | Total | FTE |
|----------------------------------|------------|------------|------------------|------------------|-------------|
| Agency Request | \$0 | \$0 | \$704,000 | \$704,000 | 0.00 |
| <i>Governor's Recommendation</i> | <i>\$0</i> | <i>\$0</i> | <i>\$704,000</i> | <i>\$704,000</i> | <i>0.00</i> |

The agency requests an increase of **\$704,000** in **other fund** expenditure authority for ongoing development expenditures to support and upgrade the Citizen Portal platform, at least twice each year going forward. The Citizen Portal platform supports a wide range of IT services across state government.

Citizen Portal allows a South Dakotan to create an account and access a variety of services.

The governor recommends this request.

2. Citizen Portal Consultants and Phone Support

| | General | Federal | Other | Total | FTE |
|----------------------------------|------------|------------|------------------|------------------|-------------|
| Agency Request | \$0 | \$0 | \$540,720 | \$540,720 | 0.00 |
| <i>Governor's Recommendation</i> | <i>\$0</i> | <i>\$0</i> | <i>\$540,720</i> | <i>\$540,720</i> | <i>0.00</i> |

The agency requests an increase of **\$540,720** in **other fund** expenditure authority for customer support and external consultants, who will assist with more complicated features in the Citizen Portal platform. BIT currently does not have this expertise in-house, but is working towards it.

The governor recommends this request.

3. Citizen Portal Software License

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$862,411 | \$862,411 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$994,275 | \$994,275 | 0.00 |

The agency requests an increase of **\$862,411** in **other fund** expenditure authority for the increased cost of the Citizen Portal software license.

*The governor recommends an increase of **\$994,275** in **other fund** expenditure authority.*

4. Convert Server Replacement to Operational Expense

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$750,973 | \$750,973 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$750,973 | \$750,973 | 0.00 |

The agency requests an increase of **\$750,973** in **other fund** expenditure authority for the lease cost of server space. In past sessions, \$1.5 million was appropriated to purchase new server equipment. Rather than purchase equipment, BIT would prefer to lease the equivalent space.

There are several large scale server hosts on the market, and these companies can often provide the same utility to state government at a lower cost.

The governor recommends this request.

5. Defender Software

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$208,000 | \$208,000 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$208,000 | \$208,000 | 0.00 |

The agency requests an increase of **\$208,000** in **other fund** expenditure authority for Microsoft Defender, antivirus software. BIT uses Defender for on-premises servers as well as for cloud-stored data.

The governor recommends this request.

6. Development FTE reduction

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-------------|-------------|--------|
| Agency Request | \$0 | \$0 | \$0 | \$0 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | (\$645,673) | (\$645,673) | (6.00) |

The governor recommends a decrease of **(\$645,673)** in **other fund** expenditure authority and a decrease of **(6.0)** FTE, due to lower projected workloads.

7. Eliminate Digital Dakota Network

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-------------|-------------|--------|
| Agency Request | \$0 | \$0 | \$0 | \$0 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | (\$844,337) | (\$844,337) | (2.00) |

The governor recommends a decrease of **(\$844,337)** in **other fund** expenditure authority and a decrease of **(2.0)** FTE.

The Digital Dakota Network currently provides video conferencing in schools, colleges, and government facilities. It consists of specific physical locations with end point video equipment, which the network connects. There are several companies on the market providing this service, which was not the case when DDN was first created.

8. GIS Licenses

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$250,000 | \$250,000 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$200,000 | \$200,000 | 0.00 |

The agency requests an increase of **\$250,000** in **other fund** expenditure authority for the increased cost of an enterprise-wide GIS license. All state agencies can use this license.

Geographic Information System (GIS) software is an essential tool, and provides the backbone for mapping applications. Several state agencies use this software as part of their core functions. This program is one of several which have licenses held by BIT and then used across state government.

The governor recommends an increase of **\$166,449** in **other fund** expenditure authority.

9. Increased Cost of Mainframe Software License

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$145,000 | \$145,000 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$145,000 | \$145,000 | 0.00 |

The agency requests an increase of **\$145,000** in **other fund** expenditure authority for the software required to run the mainframe. The license for this software is provided by Software AG.

The mainframe used by state government goes back a few decades, and therefore requires niche market software to operate and support.

The governor recommends this request.

10. Increased Server Space

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|----------|----------|------|
| Agency Request | \$0 | \$0 | \$35,000 | \$35,000 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$35,000 | \$35,000 | 0.00 |

The agency requests an increase of **\$35,000** in **other fund** expenditure authority for increased space on cloud servers. Some security log data is currently stored in this manner.

The governor recommends this request.

11. Increased Use of Centralized Data Storage and Digital Signature Software

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$311,184 | \$311,184 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$510,000 | \$510,000 | 0.00 |

The agency requests an increase of **\$311,184** in **other fund** expenditure authority for the cost arising from increased use of centralized services. Using centralized services provides cost savings and greater security than would be possible if agencies did all their own software and IT. The services covered under this requested increase include storage, database and computational applications, digital signature verifications, intrasystem communication, and recordkeeping.

*The governor recommends an increase of \$510,000 in **other fund** expenditure authority.*

12. IRS Compliance Software

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|----------|----------|------|
| Agency Request | \$0 | \$0 | \$27,000 | \$27,000 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$0 | \$0 | 0.00 |

The agency requests an increase of **\$27,000** in **other fund** expenditure authority for a separate module of ServiceNow that specifically focuses on IRS compliance.
The governor does not recommend this request.

13. Maintenance Contract for New Sioux Falls Dispatch

| | General | Federal | Other | Total | FTE |
|---------------------------|-----------|---------|-------|-----------|------|
| Agency Request | \$123,384 | \$0 | \$0 | \$123,384 | 0.00 |
| Governor's Recommendation | \$123,384 | \$0 | \$0 | \$123,384 | 0.00 |

The agency requests an increase of **\$123,384** in **general funds** for the maintenance of IT at the new Sioux Falls dispatch center. It covers software and physical maintenance. The new dispatch site will communicate with police, fire, and emergency management. State radio plays a role in all of these activities, and so will have a presence at this new site.

The governor recommends this request.

14. Microsoft Copilot Licenses

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$3,960 | \$0 | \$108,324 | \$112,284 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$0 | \$0 | 0.00 |

The agency requests an increase of **\$3,960** in **general funds** and an increase of **\$108,324** in **other fund** expenditure authority for Microsoft CoPilot licenses. These licenses cost \$30 per month, per person.
The governor does not recommend this request.

15. Microsoft Office License Cost Increase

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-------------|-------------|------|
| Agency Request | \$0 | \$0 | \$1,099,752 | \$1,099,752 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$730,654 | \$730,654 | 0.00 |

The agency requests an increase of **\$1,099,752** in **other fund** expenditure authority for the increased cost of Microsoft Office 365 licenses. Microsoft Office includes Word, Excel, Outlook, Access, and several other programs that are widely used in business and government.

The industry has largely transitioned away from one-time purchases toward ongoing licensing payments. This provides advantages and drawbacks. At the moment, the ongoing licensing option is what most businesses and governments have selected.

*The governor recommends an increase of **\$764,205** in **other fund** expenditure authority.*

16. New Cybersecurity FTEs

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$448,808 | \$448,808 | 4.00 |
| Governor's Recommendation | \$0 | \$0 | \$337,128 | \$337,128 | 3.00 |

The agency requests an increase of **\$448,808** in **other fund** expenditure authority and an increase of **4.0** FTE for the Security Operations Center. In FY2024, the team worked enough hours to fill at least 1.5 FTE. Security incidents are unpredictable and can take up hundreds of hours of staff time, for both the response and then the patch.

*The governor recommends an increase of **\$337,128** in **other fund** expenditure authority and an increase of **3.0** FTE.*

17. Outsource Mainframe Support to Contractor

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|--------|
| Agency Request | \$0 | \$0 | \$641,235 | \$641,235 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$445,323 | \$445,323 | (1.00) |

The agency requests an increase of **\$641,235** in **other fund** expenditure authority for outsourcing the mainframe support to contractor. It has become difficult to find qualified individuals to support mainframes, and the best option going forward is to contract out the service.

*The governor recommends an increase of **\$445,323** in **other fund** expenditure authority.*

18. Replace F5 Load Balancer

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$120,000 | \$120,000 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$120,000 | \$120,000 | 0.00 |

The agency requests an increase of **\$120,000** in **other fund** expenditure authority for the purchase of an F5 Load Balancer. This leased device and associated software optimize server traffic. This improves resilience to both high user demand, as well as hostile attacks.

The governor recommends this request.

19. Sardius: Open Captioning Software

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-------|---------|------|
| Agency Request | \$7,250 | \$0 | \$0 | \$7,250 | 0.00 |
| Governor's Recommendation | \$7,250 | \$0 | \$0 | \$7,250 | 0.00 |

The agency requests an increase of **\$7,250** in **general funds** for Sardius, an open captioning software program.

Open captions always are in view and cannot be turned off, whereas closed captions can be turned on and off by the viewer. The Sardius software will incorporate subtitles into SDPB broadcasts directly, rather than have them be an additional component of the recording.

The governor recommends this request.

20. ServiceNow and Applications Portfolio Management Licenses

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$947,856 | \$947,856 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$0 | \$0 | 0.00 |

The agency requests an increase of **\$947,856** in **other fund** expenditure authority for the license costs of ServiceNow and Applications Portfolio Management. These programs aggregate data from across state government, creating a single reference point for each program and function.

The governor does not recommend this request.

21. Shift 4 Data Admin FTEs

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$538,662 | \$538,662 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$0 | \$0 | 0.00 |

The agency requests an increase of **\$538,662** in **other fund** expenditure authority for new positions in Data Governance. These FTEs would oversee how centralized data and applications are used across state governance.
The governor does not recommend this request.

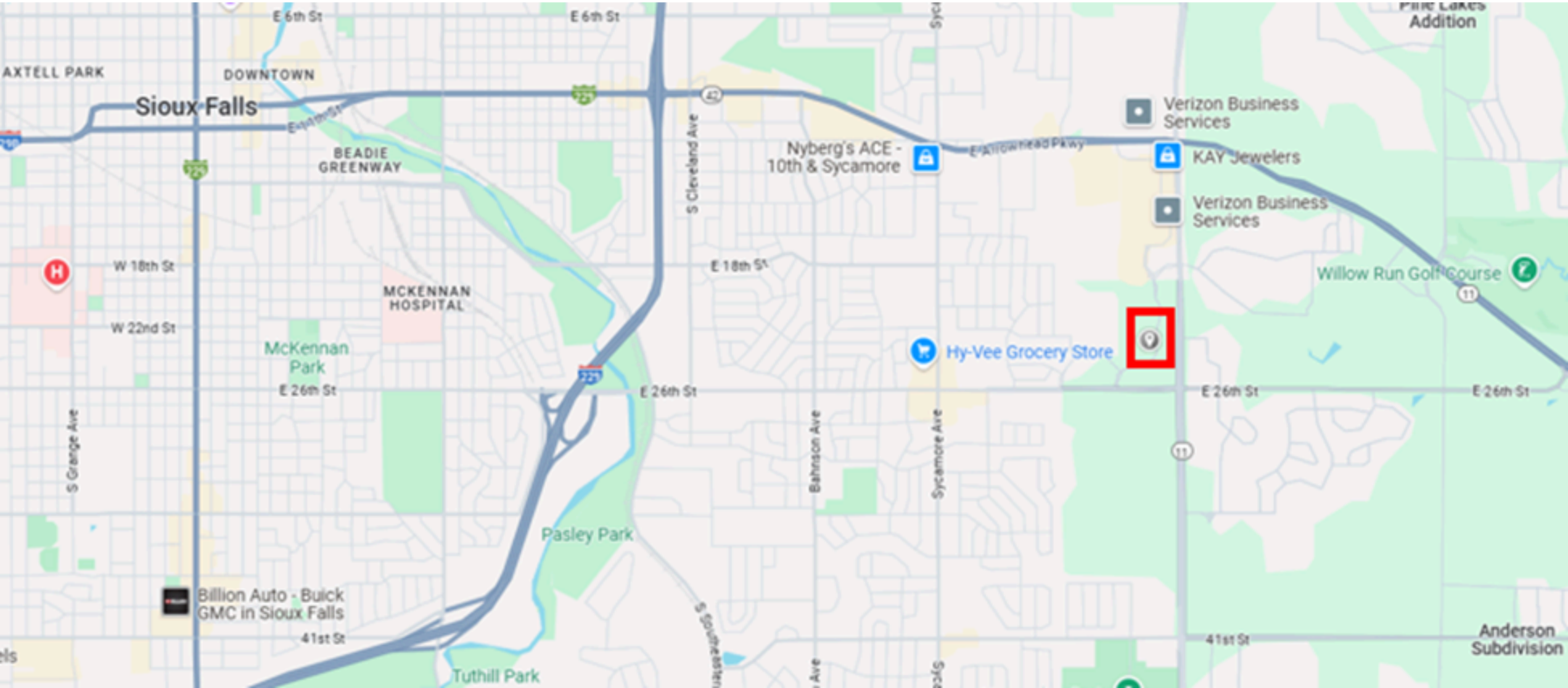
22. Sioux Falls One Stop Rent

| | General | Federal | Other | Total | FTE |
|---------------------------|----------|---------|-------|----------|------|
| Agency Request | \$46,000 | \$0 | \$0 | \$46,000 | 0.00 |
| Governor's Recommendation | \$46,000 | \$0 | \$0 | \$46,000 | 0.00 |

The agency requests an increase of **\$46,000** in **general funds** for higher rent and maintenance contracts at the Sioux Falls One Stop, for space which State Radio will use.

The Sioux Falls One Stop is a building set to house multiple agencies designed to centralize public service in the Sioux Falls area. The campus is set to be located along Highline Avenue just north of 26th Street. It is south of Dawley Farms Village in the eastern part of the city.

Below is a map of the location of the One Stop within Sioux Falls.



The One Stop is being developed by Dream Design International, which has teamed up with CO-OP Architecture and McGough Construction to complete the project. Dream Design was selected via [a bidding process started on September 12, 2022](#). The company has taken on the full cost of constructing the building.

The landlord for the building will be SF One Stop LLC, a company managed by the owner of Dream Design, Hani Shafai. The One Stop is expected to be completed and ready for move-in around June 2025. Agencies may move into the One Stop before the lease begins but must pay rent for the time that they occupy the building. The One Stop is set to house thirteen separate agencies.

The lease is for a period of 30 years, from September 1, 2025, to August 31, 2055. Each agency will be charged \$22.95 per sq. ft. for the lease plus \$3.97 per sq. ft. for the operating costs of the building for a total of \$26.92 per sq. ft. Along with their own square footage, agencies are responsible to cover the rent for a portion of the common area shared across the entire One Stop.

The state has agreed to pay, in total, \$543,387 per month for rent and \$93,998 per month for operating costs. The state is also responsible for covering the cost of electricity, gas, water, sewer, telephone, cable, janitorial services, garbage pickup, and internet. The landlord has agreed to cover landscaping, lawn mowing, and snow removal. In the event the Legislature does not provide expenditure authority for renting space in the One Stop, the lease becomes null and void.

The table below shows the cost per agency for renting space in the Sioux Falls One Stop as opposed to renting space in the previous locations being used by these agencies.

| SIOUX FALLS | | | Prior to One Stop | | | One Stop | | | Difference | | |
|-------------|---------------------------------|-------------|-------------------|----------------|--------------|----------|----------------|--------------|------------|----------------|--------------|
| Agency | Address | City | SqFt | Price per SqFt | Annual Cost | SqFt | Price per SqFt | Annual Cost | SqFt | Price per SqFt | Annual Cost |
| DOH | 4101 West 38th St | Sioux Falls | 23,575 | \$ 13.50 | \$ 318,264 | 43,355 | \$ 26.92 | \$ 1,167,124 | 13,862 | \$ 13.15 | \$ 760,977 |
| DOH | 2900 West 11th St | Sioux Falls | 5,918 | \$ 14.85 | \$ 87,882 | | | | | | |
| DHS | 2900 West 11th St | Sioux Falls | 7,640 | \$ 14.85 | \$ 113,454 | 28,985 | \$ 26.92 | \$ 780,284 | 13,811 | \$ 12.62 | \$ 563,265 |
| DHS | 811 East 10th St | Sioux Falls | 7,534 | \$ 13.75 | \$ 103,565 | | | | | | |
| DPS | 2501 West Russell St | Sioux Falls | 4,758 | \$ 14.68 | \$ 69,847 | 12,172 | \$ 26.92 | \$ 327,659 | 7,414 | \$ 12.24 | \$ 257,811 |
| DOR | 300 S Sycamore Ave Ste 102 | Sioux Falls | 9,578 | \$ 18.45 | \$ 176,666 | 14,597 | \$ 26.92 | \$ 392,959 | 5,019 | \$ 8.47 | \$ 216,293 |
| DLR | 301 East 14th Suite 200 | Sioux Falls | 1,260 | \$ 13.86 | \$ 17,462 | 38,882 | \$ 26.92 | \$ 1,046,710 | 15,120 | \$ 13.35 | \$ 724,279 |
| DLR | 1500 W 51st St Suite 102 | Sioux Falls | 4,703 | \$ 13.00 | \$ 61,139 | | | | | | |
| DLR | 1500 W 51st St Suite 106 | Sioux Falls | 3,563 | \$ 13.50 | \$ 48,101 | | | | | | |
| DLR | 811 East 10th St | Sioux Falls | 14,236 | \$ 13.75 | \$ 195,730 | | | | | | |
| DSS | 811 East 10th St | Sioux Falls | 42,018 | \$ 13.75 | \$ 577,631 | 96,552 | \$ 26.92 | \$ 2,599,180 | 45,048 | \$ 12.76 | \$ 1,869,773 |
| DSS | 3900 West Technology Circle, S | Sioux Falls | 9,486 | \$ 16.00 | \$ 151,776 | | | | | | |
| GOED | 4901 South Isabel Place Suite 2 | Sioux Falls | 3,755 | \$ 21.57 | \$ 81,002 | 5,834 | \$ 26.92 | \$ 157,057 | 2,079 | \$ 5.35 | \$ 76,055 |
| BIT | 1701 North Terin Circle | Sioux Falls | 2,500 | \$ 6.25 | \$ 15,625 | 10,124 | \$ 26.92 | \$ 272,545 | 7,624 | \$ 20.67 | \$ 256,920 |
| DANR | 4305 S Louise Ave Suite 107 | Sioux Falls | 700 | \$ 12.52 | \$ 8,764 | 7,477 | \$ 26.92 | \$ 201,275 | 5,142 | \$ 13.42 | \$ 169,763 |
| DANR | 4305 S Louise Ave Suite 104 & 1 | Sioux Falls | 1,635 | \$ 13.91 | \$ 22,748 | | | | | | |
| DOC | NA | NA | - | \$ - | \$ - | 13,524 | \$ 26.92 | \$ 364,078 | 13,524 | \$ 26.92 | \$ 364,078 |
| BHRA | 4305 S Louise Ave | Sioux Falls | 288 | \$ 12.50 | \$ 3,600 | 6,129 | \$ 26.92 | \$ 165,005 | 5,841 | \$ 14.42 | \$ 161,405 |
| DOE | 4001 West Valhalla Boulevard S | Sioux Falls | 220 | \$ 25.91 | \$ 5,700 | 525 | \$ 26.92 | \$ 14,142 | 305 | \$ 1.01 | \$ 8,442 |
| UIS | 4101 West 38th St | Sioux Falls | 534 | \$ 13.50 | \$ 7,212 | 5,966 | \$ 26.92 | \$ 160,602 | 5,432 | \$ 13.42 | \$ 153,390 |
| | | | 143,901 | \$ 14.36 | \$ 2,066,167 | 284,124 | \$ 26.92 | \$ 7,648,618 | 140,223 | \$ 12.56 | \$ 5,582,451 |

The governor recommends this request.

23. Tower Inspection Drones: Insurance

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-------|---------|------|
| Agency Request | \$4,171 | \$0 | \$0 | \$4,171 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$0 | \$0 | 0.00 |

The agency requests an increase of \$4,171 in general funds for drone insurance. The drones are used to inspect towers, prior to having contractors climb the towers.

The governor does not recommend this request.

24. Transfer SDPB General Fund Authority to Other Fund Authority

| | General | Federal | Other | Total | FTE |
|---------------------------|---------------|---------|-------------|-------|------|
| Agency Request | \$0 | \$0 | \$0 | \$0 | 0.00 |
| Governor's Recommendation | (\$3,613,698) | \$0 | \$3,613,698 | \$0 | 0.00 |

The governor recommends a decrease of (\$3,613,698) in general funds and an increase of \$3,613,698 in other fund expenditure authority.

In the Governor’s Budget Address, Governor Noem indicated that on a per person basis, South Dakota spends more on SDPB than other states do on their public broadcasting services. This request brings South Dakota’s per person general fund expenditure down to the average per person expenditure of all fifty states.

25. Vendor Management Software

| | General | Federal | Other | Total | FTE |
|---------------------------|---------|---------|-----------|-----------|------|
| Agency Request | \$0 | \$0 | \$116,199 | \$116,199 | 0.00 |
| Governor's Recommendation | \$0 | \$0 | \$0 | \$0 | 0.00 |

The agency requests an increase of \$116,199 in other fund expenditure authority for software that tracks risks associated with IT vendors and, if need be, remediation plans.

The governor does not recommend this request.

| Bureau of Information and Telecommunications (BIT) 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 | \$9,209,940 | \$10,265,529 | \$10,297,246 | \$10,311,768 | \$10,496,533 | \$6,874,704 | (\$3,437,064) |
| Federal | \$0 | \$5,573,063 | \$5,944,392 | \$371,891 | \$371,891 | \$371,891 | \$0 |
| Other | \$52,505,402 | \$66,689,205 | \$72,098,816 | \$73,058,805 | \$80,913,929 | \$80,903,566 | \$7,844,761 |

| 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 |
|---|---------------------|---------------------|------------------------|---------------------|------------------------|-------------------------------|--------------------|
| Total | \$61,715,342 | \$82,527,796 | \$88,340,454 | \$83,742,464 | \$91,782,353 | \$88,150,161 | \$4,407,697 |
| 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 |
| Data Centers | \$10,945,994 | \$13,453,396 | \$14,046,048 | \$13,961,043 | \$16,396,207 | \$16,272,756 | \$2,311,713 |
| Development | \$14,652,847 | \$16,014,843 | \$17,851,484 | \$18,447,496 | \$18,495,016 | \$17,801,823 | (\$645,673) |
| Telecommunications Services | \$20,748,439 | \$26,687,364 | \$28,923,437 | \$29,357,213 | \$34,185,951 | \$31,922,236 | \$2,565,023 |
| South Dakota Public Broadcasting | \$9,056,589 | \$14,889,210 | \$15,742,790 | \$10,393,466 | \$10,400,716 | \$10,400,716 | \$7,250 |
| BIT Administration | \$2,100,096 | \$6,495,678 | \$6,640,558 | \$6,571,951 | \$7,115,653 | \$6,571,951 | \$0 |
| State Radio Engineering | \$4,211,376 | \$4,987,306 | \$5,136,137 | \$5,011,295 | \$5,188,810 | \$5,180,679 | \$169,384 |
| Total | \$61,715,342 | \$82,527,796 | \$88,340,454 | \$83,742,464 | \$91,782,353 | \$88,150,161 | \$4,407,697 |
| 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 |
| | \$33,822,484 | \$39,479,512 | \$42,426,262 | \$43,819,117 | \$44,742,587 | \$42,920,499 | (\$898,618) |
| Salaries | \$26,636,341 | \$31,248,374 | \$33,199,649 | \$34,594,714 | \$35,323,146 | \$33,783,218 | (\$811,496) |
| Benefits | \$7,186,143 | \$8,231,138 | \$9,226,613 | \$9,224,403 | \$9,419,441 | \$9,137,281 | (\$87,122) |
| 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 |
| | \$27,892,858 | \$43,048,285 | \$45,914,192 | \$39,923,347 | \$47,039,766 | \$45,229,662 | \$5,306,315 |
| Travel | \$680,497 | \$691,020 | \$792,405 | \$846,253 | \$856,253 | \$846,051 | (\$202) |
| Contractual Services | \$23,264,091 | \$31,593,137 | \$33,797,696 | \$34,034,412 | \$41,140,831 | \$39,556,593 | \$5,522,181 |
| Supplies | \$421,144 | \$278,331 | \$496,724 | \$427,804 | \$427,804 | \$419,725 | (\$8,079) |
| Capital Outlay | \$3,309,297 | \$10,311,957 | \$10,458,167 | \$4,245,678 | \$4,245,678 | \$4,038,093 | (\$207,585) |
| Other Expenses and Budgeted Operating Transfers Out | \$217,829 | \$173,840 | \$369,200 | \$369,200 | \$369,200 | \$369,200 | \$0 |
| Total | \$61,715,342 | \$82,527,796 | \$88,340,454 | \$83,742,464 | \$91,782,353 | \$88,150,161 | \$4,407,697 |
| Full-Time Equivalent (FTE) | 375.51 | 383.98 | 397.5 | 396.5 | 400.5 | 390.5 | (6.0) |

Funding Sources (Governor's Recommended)

| | General | Federal | Other | General% | Federal% | Other% |
|--------------------------------------|-------------|-----------|--------------|----------|----------|--------|
| IT MODERNIZATION FUND | \$0 | \$0 | \$4,138,000 | 0.0% | 0.0% | 5.1% |
| SD PUBLIC BROADCASTING FEDERAL FUNDS | \$0 | \$371,891 | \$0 | 0.0% | 100.0% | 0.0% |
| RADIO COMMUNICATIONS FUND | \$0 | \$0 | \$163,818 | 0.0% | 0.0% | 0.2% |
| SD PUBLIC BROADCASTING-OTHER | \$0 | \$0 | \$4,610,498 | 0.0% | 0.0% | 5.7% |
| SD PUBLIC BROADCASTING-PBC | \$0 | \$0 | \$3,560,484 | 0.0% | 0.0% | 4.4% |
| STATE GENERAL FUND | \$6,874,704 | \$0 | \$0 | 100.0% | 0.0% | 0.0% |
| INFORMATION SERVICES | \$0 | \$0 | \$37,293,520 | 0.0% | 0.0% | 46.1% |
| TELECOMMUNICATIONS | \$0 | \$0 | \$30,821,701 | 0.0% | 0.0% | 38.1% |
| RURAL DEVELOPMENT TELE. NETWOR | \$0 | \$0 | \$315,545 | 0.0% | 0.0% | 0.4% |

Governor's Recommend FY25 Supplemental Bill Changes - Bureau of Information and Telecommunications (BIT)

Bureau of Information and Telecommunications Contractual Increases

- Increase of **\$978,435 in other fund expenditure authority** for items included in the ongoing request from BIT. These include licenses for the mainframe software and for GIS, Microsoft support, cloud services, and for a contractor to operate the legacy mainframe.
- Increase of **\$1,987,374 in other fund expenditure authority** for the Citizen Portal Platform. This provides services across state government, support the applications, and provide help desk service. There is an ongoing request in BIT's budget for FY2026 as well.