Money for Something: Job Creation and Job Quality Standards in State Economic Development Subsidy Programs

www.goodjobsfirst.org/moneyforsomething

South Dakota Appendix

Key Subsidy Programs

Program	Annual Cost	Performance & Job Quality Score*
Pooled Bond Program - low-cost loans to manufacturers	$7,605,000 (2010)	0/100
Revolving Economic Development and Initiative (REDI) Fund - low-cost financing for up to 45 percent of corporate expansion or relocation costs	$16,154,104 (2010)	40/100
South Dakota Agricultural Processing and Export Loan Program (APEX) - low-cost loans of up to 75 percent of project costs for agribusiness companies	$653,787 (2010)	15/100
Workforce Development Program - grants to companies for up to 50 percent of training costs	$1,999,455 (2011)	55/100
Average Performance/Job Quality Scores for All Programs		**28/100**

*See next page for scoring details

Money For Something. **Scoring Details for South Dakota Programs**		*Maximum possible score for category*	*Pooled Bond Program*	*Revolving Economic Development and Initiative (REDI) Fund*	*South Dakota Agricultural Processing and Export Loan Program (APEX)*	*Workforce Development Program*
Performance requirements	Job creation, job retention or training requirement (15 pts) Only investment and/or qualified expenditures requirements (10 pts) No performance requirements (0 pts)	*15*	*0*	*15*	*15*	*10*
	Rule on shifting jobs from an existing facility (10 pts)	*10*	*0*	*0*	*0*	*0*
	Duration requirement regarding jobs/facility (10pts)	*10*	*0*	*0*	*0*	*10*
Wage requirements	Market-based wage requirement (35 pts) Non-market based wage requirement (25 pts) No wage requirement (0 pts)	*35*	*0*	*25*	*0*	*25*
Healthcare requirements	Healthcare with employer premium obligation (30 pts) Healthcare without employer premium obligation (10 pts) No healthcare requirement (0 pts)	*30*	*0*	*0*	*0*	*10*
Total before extra credit		***100***	***0***	***40***	***15***	***55***
Extra credit categories	Has a wage requirement equal to at least 105% of average wage for the state, local area or industry sector (6 pts)	*6*	*0*	*0*	*0*	*0*
	Has one other benefit required beyond healthcare (5 pts); more than one other (10 pts)	*10*	*0*	*0*	*0*	*0*
	Wage or benefit requirements apply to part-time, temporary or contract workers, or employees of tenants in subsidized facilities (3 pts)	*3*	*0*	*0*	*0*	*0*
	Geographic hiring requirement (3 pts)	*3*	*0*	*0*	*0*	*0*
	Requirement regarding respect for labor rights (3pts)	*3*	*0*	*0*	*0*	*0*
Total extra credit		*25*	*0*	*0*	*0*	*0*
TOTAL AFTER EXTRA CREDIT		***125***	***0***	***40***	***15***	***55***

For details on the program see Appendix 3 and Appendix 4 in www.goodjobsfirst.org/moneyforsomething.