



DEPARTMENT OF CORRECTIONS
PHEASANTLAND INDUSTRIES
1600 North Drive • P.O. Box 5911
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January 13, 2015

Dear Governor Dennis Daugaard and Members of the 2015 Legislature:

Pursuant to the SDCL 24-7-37, Pheasantland Industries has published its Annual Report for Fiscal Year 2014. This report provides a general overview of Pheasantland Industries as well as summaries of activities and notable production numbers for the year. The complete report is accessible for your viewing on the world-wide web at <http://doc.sd.gov/about/publications/>. If you would like a printed copy of the complete report, please let me know and I will be happy to have one delivered to you. A synopsis of the year's activities can be found on the pages below.

Pheasantland Industries recorded operating income of \$176,698 on sales of \$2,584,148 for Fiscal Year 2014. Transfer of \$204,918 was made to areas of the Department of Corrections which would be otherwise generally funded. Profits from Pheasantland Industries are used to fund programs and services designed to enhance inmates' ability to lead productive lives upon their release from prison.

Our focus continues to be on developing a solid work ethic, enhancing inmates' opportunities for employment upon their release from prison and on producing high quality goods and services for South Dakota governmental entities, federal agencies and nonprofit organizations.

Sincerely,


Dennis Kaemingk
Secretary of Corrections

Mission

To provide products and services to South Dakota governmental entities, federal agencies, non-profit organizations and state employees. To provide work opportunities for inmates, preparing them for successful return to their communities.

Outlook for FY2015

Pheasantland Industries will continue to look for new industries that will provide more opportunity for inmate employment. As always, we will not expand to any industry that would be in direct competition with the local private sector. Introducing any new trades to Pheasantland Industries would require the approval of the Corrections Commission.

Traditional Industries

At the close of Fiscal Year 2014, the Pheasantland Industries staff consisted of 14 FTE. The inmate work force totaled 158 inmates. In Fiscal Year 2014, Pheasantland Industries consists of traditional prison industries: License Plates/Decals, Carpentry, Upholstery, Print/Bookbinding, Braille Shop/Tactile Graphics, Sign, Machine, Garments/Screen Printing and Data Entry. Industries in a prison environment operate differently than businesses in a free society. Strict security procedures and scheduling are set by prison officials. Industry shops operate Monday through Friday from 7:30 a.m. to 3:30 p.m.

Inmates earn \$.25 per hour. We strive to teach the inmates a tangible skill they can use upon release, but just as important, we try to teach them “soft skills”. Those skills include a good work ethic, interaction with other employees and pride in their work.

All traditional industries operate at the State Penitentiary in Sioux Falls, except the Garment/Screen Print shop which is located at the Mike Durfee State Prison in Springfield and the Data Entry and scanning project which is located at the Women’s Prison in Pierre. Prison industry shops are designed to meet standards established by the Occupational Safety and Health Administration. They are also inspected annually by the State Fire Marshal and Risk Management and must meet all standards established by those offices.

By policy, traditional prison industries can provide work only for government agencies, non-profit organizations and employees of the State of South Dakota.

Industry Descriptions:

License Plates/Decal Shop: Produces auto and truck, motorcycle, trailer, apportioned vehicle, tribal and state vehicle plates and license decals for mobile homes, boats and snowmobiles.

Carpentry Shop: Cabinet shop builds kitchen and bathroom cabinets and vanities, counter tops, linen cabinets and trim. Custom furniture builds desks, credenzas, conference tables, bookshelves, chairs, bed frames and wardrobes. They also refurbish pews for churches.

Upholstery Shop: Provides a full line of office seating, reupholsters all types of furniture in fabric, vinyl and leather, manufactures mattresses, sound proofing panels and pillows.

Print/Bindery Shop: Prints business cards, envelopes, brochures, letterhead, and business forms. Repairs and binds books, magazines and meeting minutes.

Braille/Tactile Graphic Shop: Workers are individually certified by the Library of Congress for transcription. Transcribe books, magazines, greeting cards, business cards, and brochures into Braille. Large print books are also produced for those with limited sight. The services of the Braille unit are available to the South Dakota State Library, to students and teachers nationwide. Tactile Graphics includes the production of maps, graphs, and science pictures for all textbooks. The Tactile Graphics Shop is setting the standards for graphics and is well known nationally for its quality of work.

Sign Shop: Produces highway and road signs for the South Dakota Department of Transportation and other local governments, as well as decals for county sheriffs, city police departments, South Dakota Highway Patrol, and state and local government vehicles.

Machine Shop: Provides metal fabrication and welding services to state and federal governments and non-profit organizations. Current products include steel bed frames, belly chains, inmate clothing lockers, live traps and hazardous materials cabinets.

Garment/Screen Print Shop: Manufactures khaki trousers and shirts, jackets, coveralls, boxers, blankets, sheets, safety green garments and T-shirts and prints for governmental and non-profit agencies.

Data Entry Shop: Provides data entry and scanning services for the Department of Social Services and the Department of Health.

Shop Production Numbers for FY2013/FY2014:

	FY2013	FY2014
License Plate Shop (SDSP)		
decals for boats, snowmobiles, prorata tags and housing	27,564	83,309
individual license plates	327,395	379,129
Carpentry Shop (SDSP)		
sets of cabinets for the Governor's Housing Program and daycare centers	50	47
Upholstery Shop (SDSP)		
mattresses	1,028	1,111
pillows	984	910
bath towels	27,300	18,132
chairs, recliners and sofas re upholstered	78	72
stackable chairs assembled	248	150
weight bench pads reupholstered	69	31
new office chairs assembled and upholstered	17	27
Print/Book Bindery Shop (SDSP)		
printing impressions	4,105,326	4,142,524
books refurbished	2,245	1,605
individual business cards	255,400	551,961
Braille Transcription/Graphics Shop (SDSP)		
pages of Braille, transcribed and printed	199,027	197,729
tactile pages of graphics produced	7,126	6,712
large print pages printed	29,814	4,944
Sign Shop (SDSP)		
square feet of signage	158,681	155,803
Garment/Screen Print Shop (MDSP)		
garments screened	27,401	21,365
khaki pants	9,670	5,882
khaki shirts	652	432
T-shirts	34,404	23,278
boxer shorts	39,499	19,389
fleece blankets, pillowcases, sheets	12,557	10,137
kitchen pants, shirts and jackets	564	588
navy pants	1,368	2,023
safety green clothing	4,696	2,664
Data Entry and Scan Shop (Women's Prison)		
keystrokes	224,486,073	208,775,227
pages scanned	1,806,302	2,242,637

Private Industry Enhancement

There is always a demand for more work opportunities for inmates. Traditional industries also have a very limited market in which to sell its goods. These two facts prompted the decision to explore private sector industry possibilities. In June of 1989, the Department of Corrections applied for certification in the Private Sector/Prison Industries Enhancement Program. This application was forwarded to the United States Bureau of Justice Assistance after the South Dakota Legislature passed legislation permitting private sector involvement in prison industries. South Dakota was granted certification in 1990.

A percentage is also retained in an inmate worker's savings account for use upon release or parole. Federal law requires that inmates working for private industry must be paid prevailing, local market wages for the type of work performed. Payroll deductions for inmates working at private industry jobs include social security, federal income taxes, incarceration fees, victim compensation and family support.

In addition to the State's certification, each private sector enterprise must be approved by the federal government. The application for each enterprise must include the enterprise market, the number of inmates to be employed, the wages to be paid, and verification that the venture will not impact the local market.

Private Industry FY 2014 Activities

Inmate wages paid in the private sector for FY 2014 was \$740,520. 61 inmates employed in these industries paid \$44,344 to the South Dakota Crime Victims' Compensation Fund, \$296,708 for incarceration costs, \$44,344 in a family support account, \$67,651 in federal taxes and \$56,650 in social security.

Private sector businesses operating during FY2014 included Metalcraft Industries, which has welding and machine tool operations at the Jameson Annex and a window component assembly line at the Penitentiary. Because Metalcraft Industries is a Prison Industries Enhanced Program they must pay their inmate employees' wages that are comparable to local industry.

Private Industry FY 2014 Contracts

Pheasantland Industries during FY2014 contracted with:

Metalcraft Industries for the Private Industries Enhancement Program

Hope Haven Ministries for the Wheelchair Restoration Program

Personal Group for the Data Entry & Scanning Program at the Women's Prison

Pheasantland Industries' total sales, operating income and net income (does not include non-operating revenue, i.e. interest income) since FY 2004 is as follows:

<u>Fiscal Year</u>		<u>Amount</u>	<u>% Income to Sales</u>
2014	Total Sales	\$2,584,148	
	Operating Income	\$ 176,698	6.84%
	Net Income	\$ 3,517	

Transferred \$204,918 to Department of Corrections

2013	Total Sales	\$2,561,878	
	Operating Income	\$ 212,915	8.31%
	Net Income	(\$ 693,107)	

Transferred \$920,295 to Department of Corrections

2012	Total Sales	\$2,605,355	
	Operating Income	\$ 220,539	8.46%
	Net Income	(\$1,054,955)	

Transferred \$1,341,848.12 to Department of Corrections

2011	Total Sales	\$2,682,130	
	Operating Income	\$ 283,091	10.55%
	Net Income	\$ 186,066	

Transferred \$107,204 to Department of Corrections

2010	Total Sales	\$2,402,787	
	Operating Income	\$ 287,135	11.95%
	Net Income	\$1,280,126	

Transferred \$1,000,000 from the Department of Revenue due to delaying the re-issuance of license plates and \$110,033 was transferred to the Department of Corrections

2009	Total Sales	\$2,541,571	
	Operating Income	\$ 133,438	5.24%
	Net Income	(\$ 883,267)	

Transferred \$1,000,000 to the General Fund per General Appropriations Act and transferred \$96,342 to the Department of Corrections

2008	Total sales	\$2,808,433	
	Operating Income	\$ 257,936	9.18%
	Net Income	\$ 278,602	

Transferred \$94,106 to the Department of Corrections

<u>Fiscal Year</u>		<u>Amount</u>	<u>% Income to Sales</u>
2007	Total sales	\$ 3,279,756	
	Operating Income	\$ 426,659	13.01%
	Net Income	\$ 412,197	

Transferred \$93,655 to the Department of Corrections

2006	Total sales	\$ 5,750,411	
	Operating Income	\$ 793,617	13.80%
	Net Income	\$ 754,187	

Increased revenue due to new license plate run
Transferred \$77,204 to Department of Corrections

2005	Total sales	\$ 2,492,556	
	Operating Income	\$ 127,749	5.13%
	Net Income	(\$ 354,261)	

Transferred \$525,651 to Department of Corrections

2004	Total sales	\$ 2,210,472	
	Operating Income	\$ 137,905	6.24%
	Net Income	\$ 97,394	

Transferred \$87,683 to Department of Corrections

Statement of Net Assets

STATE OF SOUTH DAKOTA								
DEPARTMENT OF CORRECTIONS								
PHEASANTLAND INDUSTRIES								
STATEMENT OF NET ASSETS								
6/30/2014								
	Admin.	License			Books/	Braille		Machine
ASSETS	Office	Plate	Carpentry	Upholstery	Print	Unit	Sign	Shop
Current Assets:								
Cash and Cash equivalents	\$ (709,658.48)	\$ 970,627.62	\$ 12,850.10	\$ 169,540.93	\$ 42,105.16	\$ 390,296.02	\$ 322,050.06	\$ (45,108.42)
Receivables:								
Interest and Dividends	106.95	2,194.69	3.98	404.98	15.92	763.90	698.42	-
Other Funds	270,171.82	39,000.00	-	6,317.72	5,468.79	-	385.28	27.51
Component Units	210.00	-	9,403.00	-	-	-	-	-
Other	9,111.33	-	6,091.50	9,343.13	7,405.58	12,603.71	8,484.25	1,001.45
Other Governments	-	34,088.41	752.95	1,273.30	3,934.63	-	1,174.81	1,555.50
Inventory	-	252,305.02	99,549.09	188,542.26	61,222.16	17,706.01	29,065.25	29,102.76
Total Current Assets	(430,058.38)	1,298,215.74	128,650.62	375,422.32	120,152.24	421,369.64	361,858.07	(13,421.20)
Capital Assets:								
Buildings and Improvements	719,301.72	-	-	-	-	-	-	-
Accum Depreciation - Bldg.	(307,344.61)	-	-	-	-	-	-	-
Equipment	69,259.44	320,891.38	59,555.52	-	174,571.71	42,167.13	5,215.00	12,250.00
Accum Depreciation - Equipment	(65,658.42)	(260,737.72)	(54,062.44)	-	(163,489.42)	(36,557.21)	(5,215.00)	(11,331.25)
Total Capital Assets	415,558.13	60,153.66	5,493.08	-	11,082.29	5,609.92	-	918.75
Other Noncurrent Assets	3,585.00	4,582.81	-	-	-	-	-	-
Total Assets	(10,915.25)	1,362,952.21	134,143.70	375,422.32	131,234.53	426,979.56	361,858.07	(12,502.45)
Liabilities								
Current Liabilities								
Accounts Payable	353.83	(1,019.18)	12,843.38	4,843.50	1,981.33	4,697.39	156.85	2,357.70
Due to Other Funds	1,155.15	69,073.43	20,135.72	15,687.37	72,321.74	27,049.70	9,073.76	9,435.18
Component Units	2,646.51	2,005.63	1,769.76	839.01	2,395.74	3,431.68	2,875.27	1,352.25
Salaries Payable	42,600.23	10,808.32	6,400.38	5,283.90	6,044.46	-	6,563.20	7,449.10
Deferred Revenue	-	-	-	4,000.00	-	-	2,857.68	-
Total Current Liabilities	46,755.72	80,868.20	41,149.24	30,653.78	82,743.27	35,178.77	21,526.76	20,594.23
Noncurrent Liabilities								
Accrued Employee Benefits - LT	26,641.80	5,814.20	2,065.29	1,027.11	1,828.03	-	2,213.58	3,015.75
Total Liabilities	73,397.52	86,682.40	43,214.53	31,680.89	84,571.30	35,178.77	23,740.34	23,609.98
Net Assets								
Unreserved Retained Earnings	(84,312.77)	1,260,384.81	90,929.17	343,741.43	46,663.23	391,800.79	338,117.76	(36,112.43)
Total Net Assets	(84,312.77)	1,260,384.81	90,929.17	343,741.43	46,663.23	391,800.79	338,117.76	(36,112.43)
Total Liabilities and Net Assets	\$ (10,915.25)	\$ 1,347,067.21	\$ 134,143.70	\$ 375,422.32	\$ 131,234.53	\$ 426,979.56	\$ 361,858.10	\$ (12,502.45)

Statement of Net Assets (continued)

STATE OF SOUTH DAKOTA				
DEPARTMENT OF CORRECTIONS				
PHEASANTLAND INDUSTRIES				
STATEMENT OF NET ASSETS				
6/30/2014				
<u>ASSETS</u>	Garment	Private Sector	Data Entry	Total
Current Assets:				
Cash and Cash equivalents	\$ 216,938.40	\$ 604,013.55	\$ 393,818.04	\$ 2,367,472.98
Receivables:				
Interest and Dividends	391.11	1,135.38	808.46	6,523.79
Other Funds	564.00	-	-	321,935.12
Component Units	372.50	-	-	9,985.50
Other	6,249.61	10,224.68	-	70,515.24
Other Governments	2,471.40	22,572.04	20,910.59	88,733.63
Inventory	<u>379,747.93</u>	<u>-</u>	<u>-</u>	<u>1,057,240.48</u>
Total Current Assets	606,734.95	637,945.65	415,537.09	3,922,406.74
Capital Assets:				
Buildings and Improvements	-	801,320.63	-	1,520,622.35
Accum Depreciation - Bldg.	-	(493,869.35)	-	(801,213.96)
Equipment	23,569.00	-	-	707,479.18
Accum Depreciation - Equipment	<u>(21,604.54)</u>	<u>-</u>	<u>-</u>	<u>(618,656.00)</u>
Total Capital Assets	1,964.46	307,451.28	-	808,231.57
Other Noncurrent Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,167.81</u>
Total Assets	<u>608,699.41</u>	<u>945,396.93</u>	<u>415,537.09</u>	<u>4,738,806.12</u>
Liabilities				
Current Liabilities				
Accounts Payable	8,657.32	-	12,083.38	46,955.50
Due to Other Funds	40,881.90	32,296.62	24,824.55	321,935.12
Component Units	3,611.25	6,723.61	3,809.84	31,460.55
Salaries Payable	9,022.78	13,448.53	-	107,620.90
Deferred Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,857.68</u>
Total Current Liabilities	62,173.25	52,468.76	40,717.77	514,829.75
Noncurrent Liabilities				
Accrued Employee Benefits - LT	4,848.21	6,597.84	-	54,051.81
Total Liabilities	67,021.46	59,066.60	40,717.77	568,881.56
Net Assets				
Unreserved Retained Earnings	<u>541,677.95</u>	<u>886,330.33</u>	<u>374,819.32</u>	<u>4,154,039.59</u>
Total Net Assets	<u>541,677.95</u>	<u>886,330.33</u>	<u>374,819.32</u>	<u>4,154,039.59</u>
Total Liabilities and Net Assets	<u>\$ 608,699.41</u>	<u>\$ 945,396.93</u>	<u>\$ 415,537.09</u>	<u>\$ 4,722,921.15</u>

Statement of Revenues, Expenses and Changes in Fund Net Assets

STATE OF SOUTH DAKOTA									
DEPARTMENT OF CORRECTIONS									
PHEASANTLAND INDUSTRIES									
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS									
TWELVE MONTHS ENDED 06/30/14									
	Admin.	License			Books/	Braille		Machine	
	Office	Plate	Carpentry	Upholstery	Print	Unit	Sign	Shop	Garment
Operating Revenue:									
Sales and Services	\$ 18,130.38	\$ 665,947.17	\$ 194,373.03	\$ 151,432.47	\$ 233,259.53	\$ 199,753.20	\$ 87,590.28	\$ 91,079.16	\$ 394,638.91
Rent Income	-	-	-	-	-	-	-	-	-
Other Revenue		1,989.00	-	-	-	-	-	-	-
Total Operating Revenue:	18,130.38	667,936.17	194,373.03	151,432.47	233,259.53	199,753.20	87,590.28	91,079.16	394,638.91
Operating Expenses:									
Personal Services and Benefits	202,272.09	69,409.72	66,915.02	10,434.99	65,122.42	55,685.17	16,454.85	68,647.81	55,611.39
Travel	10,685.37	1,429.49	-	-	-	1,112.43	-	-	-
Contractual Services	36,099.51	42,816.30	13,112.05	6,427.46	41,301.63	27,792.71	8,632.24	7,871.60	19,155.80
Supplies	22,258.39	454,810.27	128,593.61	109,526.25	99,424.14	28,214.31	41,599.25	61,836.90	253,942.30
Depreciation	29,425.08	9,609.72	2,216.16	-	1,998.96	2,171.64	-	1,224.96	1,141.92
Other Expense	(265,701.70)	69,073.43	20,135.72	15,687.37	24,164.10	20,693.07	9,073.76	9,435.18	40,881.90
Total Operating Expenses	35,038.74	647,148.93	230,972.56	142,076.07	232,011.25	135,669.33	75,760.10	149,016.45	370,733.31
Operating Income (Loss)	(16,908.36)	20,787.24	(36,599.53)	9,356.40	1,248.28	64,083.87	11,830.18	(57,937.29)	23,905.60
Nonoperating Revenue (Expenses):									
Loss on Disposal of Assets	-	-	-	-	-	-	-	-	-
Interest Income	583.65	11,006.44	(38.39)	2,102.90	87.48	3,973.09	3,553.82	-	2,122.00
Other Income (Expense)	(29.46)	(604.56)	(1.09)	(111.55)	(4.38)	(210.43)	(192.39)	-	(107.73)
Total Nonoperating Revenue (Expenses)	554.19	10,401.88	(39.48)	1,991.35	83.10	3,762.66	3,361.43	-	2,014.27
Income (Loss) Before Operating Transfers	(16,354.17)	31,189.12	(36,639.01)	11,347.75	1,331.38	67,846.53	15,191.61	(57,937.29)	25,919.87
Transfers:									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	(204,918.03)	-	-	-	-	-	-	-
Net Transfers in (Out)	-	(204,918.03)	-	-	-	-	-	-	-
Change in Net Assets	(16,354.17)	(173,728.91)	(36,639.01)	11,347.75	1,331.38	67,846.53	15,191.61	(57,937.29)	25,919.87
Net Assets at Beginning of Year	(67,958.60)	1,434,113.72	127,568.18	332,393.68	45,331.85	323,954.26	322,926.15	21,824.86	515,758.08
Net Assets at End of Year	\$ (84,312.77)	\$ 1,260,384.81	\$ 90,929.17	\$ 343,741.43	\$ 46,663.23	\$ 391,800.79	\$ 338,117.76	\$ (36,112.43)	\$ 541,677.95

Statement of Revenues, Expenses and Changes in Fund Net Assets (continued)

STATE OF SOUTH DAKOTA			
DEPARTMENT OF CORRECTIONS			
PHEASANTLAND INDUSTRIES			
STATEMENT OF REVENUES, EXPENSES			
AND CHANGES IN FUND NET ASSETS			
TWELVE MONTHS ENDED 06/30/14			
	Private	Data	
	Sector	Entry	Total
Operating Revenue:			
Sales and Services	\$ 296,207.87	\$ 239,635.03	\$ 2,572,047.03
Rent Income	360.00	-	360.00
Other Revenue	9,751.67	-	11,740.67
Total Operating Revenue:	306,319.54	239,635.03	2,584,147.70
Operating Expenses:			
Personal Services and Benefits	121,196.82	-	731,750.28
Travel	-	-	13,227.29
Contractual Services	7,672.87	167,015.02	377,897.19
Supplies	1,841.57	5,060.64	1,207,107.63
Depreciation	29,678.76	-	77,467.20
Other Expense	31,732.62	24,824.55	-
Total Operating Expenses	192,122.64	196,900.21	2,407,449.59
Operating Income (Loss)	114,196.90	42,734.82	176,698.11
Nonoperating Revenue (Expenses):			
Loss on Disposal of Assets	-	-	-
Interest Income	5,976.17	4,166.72	33,533.88
Other Income (Expense)	(312.76)	(222.72)	(1,797.07)
Total Nonoperating Revenue (Expenses)	5,663.41	3,944.00	31,736.81
Income (Loss) Before Operating Transfers	119,860.31	46,678.82	208,434.92
Transfers:			
Transfers In	-	-	-
Transfers Out	-	-	(204,918.03)
Net Transfers in (Out)	-	-	(204,918.03)
Change in Net Assets	119,860.31	46,678.82	3,516.89
Net Assets at Beginning of Year	766,470.02	328,140.50	4,150,522.70
Net Assets at End of Year	\$ 886,330.33	\$ 374,819.32	\$ 4,154,039.59

Statement of Net Cash Flow (continued)

STATE OF SOUTH DAKOTA									
DEPARTMENT OF CORRECTIONS									
PHEASANTLAND INDUSTRIES									
TWELVE MONTHS ENDED 06/30/14									
	Admin.	License			Books/				
Cash Flows From Operating Activities	Office	Plate	Carpentry	Upholstery	Print	Braille	Sign	Machine	Garment
Receipts From Customers And Users	\$ 3,879.91	\$ 1,989.00	\$ 184,986.27	\$ 29,248.45	\$ 78,095.64	\$ 181,499.77	\$ 42,325.02	\$ 28,763.25	\$ 86,458.90
Receipts from Interfund Services Provided	300,686.31	704,399.25	26,098.22	141,769.98	159,376.37	17,230.47	48,832.03	62,985.77	332,423.82
Payments to Supplies	(44,581.87)	(389,874.64)	(143,462.17)	(195,758.30)	(125,093.09)	(37,498.33)	(41,171.89)	(55,945.84)	(283,596.54)
Payments for Employee Services	(197,394.09)	(68,560.06)	(65,150.14)	(10,236.34)	(63,156.96)	(54,491.52)	(14,749.04)	(65,388.23)	(53,991.26)
Payments for Interfund Services Used	(31,499.22)	(83,357.99)	(33,153.26)	(21,501.78)	(59,581.63)	(39,436.65)	(15,794.05)	(19,252.55)	(62,521.95)
Net Cash Provided by Operating Activities	31,091.04	164,595.56	(30,681.08)	(56,477.99)	(10,359.67)	67,303.74	19,442.07	(48,837.60)	18,772.97
Cash Flows From Capital And Related Financing									
Activities:									
Purchase of Fixed Assets	-	-	-	-	-	-	-	-	-
Construction In Progress	-	-	-	-	-	-	-	-	-
Sales of Fixed Assets	-	-	-	-	-	-	-	-	-
Net Cash	-	-	-	-	-	-	-	-	-
Cash Flows from Non capital Financing									
Residual Equity transfer Out	-	(204,918.03)	-	-	-	-	-	-	-
Operating Transfer in	-	-	-	-	-	-	-	-	-
Net Cash	-	(204,918.03)	-	-	-	-	-	-	-
Cash Flows From Investing									
Investment Income	524.81	11,154.58	43.32	2,029.83	77.90	3,826.25	3,529.44	-	1,924.19
Rent Income	-	-	-	-	-	-	-	-	-
Net Cash	524.81	11,154.58	43.32	2,029.83	77.90	3,826.25	3,529.44	-	1,924.19
Net increase	31,615.85	(29,167.89)	(30,637.76)	(54,448.16)	(10,281.77)	71,129.99	22,971.51	(48,837.60)	20,697.16
Beginning	(741,274.33)	999,795.51	43,487.86	223,989.09	52,386.93	319,166.03	299,078.55	3,729.18	196,241.24
Ending	\$ (709,658.48)	\$ 970,627.62	\$ 12,850.10	\$ 169,540.93	\$ 42,105.16	\$ 390,296.02	\$ 322,050.06	\$ (45,108.42)	\$ 216,938.40
Reconciliation of Operating Income To									
Net Cash Provided by Operating Activities									
Operating Income	\$ (16,908.36)	\$ 20,787.24	\$ (36,599.53)	\$ 9,356.40	\$ 1,248.28	\$ 64,083.87	\$ 11,830.18	\$ (57,937.29)	\$ 23,905.60
Adjustments to Reconcile Operating Income to									
Net Cash Provided by Operating Activities									
Depreciation Expense	29,425.08	9,609.72	2,216.16	-	1,998.96	2,171.64	-	1,224.96	1,141.92
Increase/Decrease in Assets:									
(Increase)/Decrease In Accounts Receivable	(9,111.33)	-	9,322.70	4,527.50	3,807.89	920.71	(4,828.64)	271.19	7,848.30
(Increase)/Decrease In Due From Other Funds	17,882.34	-	501.83	7,530.26	(1,641.88)	125.60	(62.46)	2,460.80	3,396.82
(Increase)/Decrease In Due From Component	70.00	-	7,401.80	-	-	-	-	-	(372.50)
(Increase)/Decrease In Due From other Agency	1,362.46	38,719.29	(494.20)	7,133.03	(885.32)	38.25	(611.31)	(893.88)	13,209.12
(Increase)/Decrease in Prepaid Expense	12,871.11	(173.47)	-	-	1,081.91	-	3,132.39	2,203.92	-
(Increase)/Decrease In Inventory	-	95,988.35	(8,772.66)	(76,589.53)	5,128.44	(819.59)	3,577.18	6,089.67	(27,855.16)
Increase/Decrease in Liabilities:									
Increase/(Decrease) in Accounts Payable	(58.47)	(6,221.28)	5,456.50	(8,015.42)	(3,361.82)	2,154.78	(1,906.31)	(2,186.19)	2,731.94
Increase/(Decrease) in Empl Benefits Payable	600.49	616.93	1,088.04	1,092.75	1,204.89	(603.53)	2,880.57	1,281.10	1,081.55
Increase/(Decrease) in Deferred Revenue	-	(267.21)	-	(1,400.00)	-	(1,277.40)	2,857.68	-	-
Increase/(Decrease) in Due to other funds	(3,741.15)	5,720.65	(11,329.18)	(860.57)	(19,652.13)	(117.56)	853.34	(2,310.34)	(7,163.73)
Increase/(Decrease) in Due to Other Components	(1,818.86)	(417.39)	(149.38)	(155.49)	77.23	626.97	(301.48)	242.77	310.53
Increase/(Decrease) in Accrued Leave Liability	517.73	232.73	676.84	903.08	633.88	-	2,020.93	715.69	538.58
Total adjustments	47,999.40	143,808.32	5,918.45	(65,834.39)	(11,607.95)	3,219.87	7,611.89	9,099.69	(5,132.63)
Net Cash Proved by Operating Activities	\$ 31,091.04	\$ 164,595.56	\$ (30,681.08)	\$ (56,477.99)	\$ (10,359.67)	\$ 67,303.74	\$ 19,442.07	\$ (48,837.60)	\$ 18,772.97

Statement of Net Cash Flow (continued)

STATE OF SOUTH DAKOTA			
DEPARTMENT OF CORRECTIONS			
PHEASANTLAND INDUSTRIES			
TWELVE MONTHS ENDED 06/30/14			
	Private	Data	
Cash Flows From Operating Activities	Sector	Entry	Total
Receipts From Customers And Users	\$ 11,036.96	\$ -	\$ 648,283.17
Receipts from Interfund Services Provided	294,206.87	241,545.53	2,329,554.62
Payments to Supplies	(1,777.03)	(126,690.70)	(1,445,450.40)
Payments for Employee Services	(125,038.07)	-	(718,155.71)
Payments for Interfund Services Used	(30,946.74)	(73,170.06)	(470,215.88)
Net Cash Provided by Operating Activities	147,481.99	41,684.77	344,015.80
Cash Flows From Capital And Related Financing Activities:			
Purchase of Fixed Assets	-	-	-
Construction In Progress	-	-	-
Sales of Fixed Assets	-	-	-
Net Cash	-	-	-
Cash Flows from Non capital Financing			
Residual Equity transfer Out	-	-	(204,918.03)
Operating Transfer in	-	-	-
Net Cash	-	-	(204,918.03)
Cash Flows From Investing			
Investment Income	5,658.80	4,064.61	32,833.73
Rent Income	-	-	-
Net Cash	5,658.80	4,064.61	32,833.73
Net increase	153,140.79	45,749.38	171,931.50
Beginning	450,872.76	348,068.66	2,195,541.48
Ending	\$ 604,013.55	\$ 393,818.04	\$ 2,367,472.98
Reconciliation of Operating Income To			
Net Cash Provided by Operating Activities			
Operating Income	\$ 114,196.90	\$ 42,734.82	\$ 176,698.11
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities			
			-
Depreciation Expense	29,678.76	-	77,467.20
Increase/Decrease in Assets:			
(Increase)/Decrease In Accounts Receivable	(1,871.20)	-	10,887.12
(Increase)/Decrease In Due From Other Funds	-	-	30,193.31
(Increase)/Decrease In Due From Component	-	-	7,099.30
(Increase)/Decrease In Due From other Agency	(2,001.00)	1,910.50	57,486.94
(Increase)/Decrease in Prepaid Expense	1,535.47	-	20,651.33
(Increase)/Decrease In Inventory	-	-	(3,253.30)
Increase/Decrease in Liabilities:			
Increase/(Decrease) in Accounts Payable	-	(1,976.99)	(13,383.26)
Increase/(Decrease) in Empl Benefits Payable	(4,087.81)	-	5,154.98
Increase/(Decrease) in Deferred Revenue	-	-	(86.93)
Increase/(Decrease) in Due to other funds	7,930.47	476.89	(30,193.31)
Increase/(Decrease) in Due to Other Components	4,971.24	(1,460.45)	1,925.69
Increase/(Decrease) in Accrued Leave Liability	(2,870.84)	-	3,368.62
Total adjustments	33,285.09	(1,050.05)	167,317.69
Net Cash Proved by Operating Activities	\$ 147,481.99	\$ 41,684.77	\$ 344,015.80