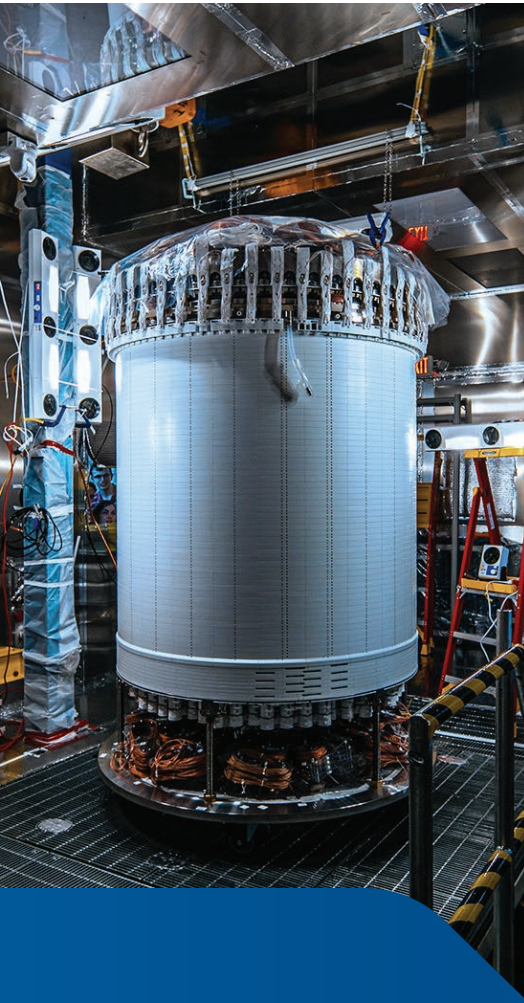




**SANFORD
UNDERGROUND
RESEARCH
FACILITY**

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY



ANNUAL FINANCIAL REPORT

JUNE 30, 2026

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

A Business Type Enterprise Activity Component Unit of the State of South Dakota

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

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Independent Auditor's Report

Board of Directors of
South Dakota Science and Technology Authority
Lead, South Dakota

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the business-type activities of South Dakota Science and Technology Authority (Authority), a component unit of the State of South Dakota, as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the South Dakota Science and Technology Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the South Dakota Science and Technology Authority, as of June 30, 2026, and the changes in financial position, and its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the South Dakota Science and Technology Authority, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Adoption of New Accounting Standard

As discussed in Note 1 to the financial statements, the Authority has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 103, *Financial Reporting Model Improvements* and Statement No. 104, *Disclosure of Certain Capital Assets*, for the year ended June 30, 2026. As a result of implementing these standards, there was no effect on the Business-Type Activities beginning net position as of July 1, 2025. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the South Dakota Science and Technology Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the South Dakota Science and Technology Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the South Dakota Science and Technology Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 1–6 and the South Dakota Science and Technology Authority proportionate share of the net pension liability (asset) and schedule of contributions on pages 27-28 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the South Dakota Science and Technology Authority's basic financial statements. The schedule of operating expenses and supplemental schedule of expenditures of federal awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2026 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Eide Bailly LLP

Denver, Colorado
October 8, 2026

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2026

Management of the South Dakota Science and Technology Authority (SDSTA) provides this Management's Discussion and Analysis (MD&A) of the SDSTA's financial performance for the fiscal year ended June 30, 2026. This MD&A should be read in conjunction with the accompanying financial statements and notes to the financial statements.

The SDSTA was created and organized under Chapter 1-16H of the South Dakota Codified Laws to foster and facilitate scientific and technology investigation, experimentation, and development through laboratory, experimental and development facilities. The SDSTA's principal mission is to maintain and operate the Sanford Underground Research Facility (SURF) in support of scientific research under agreements with the U.S. Department of Energy (DOE) Office of Science.

The SDSTA is a business-type component unit of the State of South Dakota and is accounted for as a proprietary fund. The Sanford Underground Research Facility Foundation (SURFF) is a legally separate blended component unit of the SDSTA. The financial statements of the SDSTA are included in the Annual Comprehensive Financial Report of the State of South Dakota.

OVERVIEW OF THE FINANCIAL STATEMENTS

The SDSTA's financial report includes financial statements prepared using the economic resources measurement focus and accrual basis of accounting. The primary financial statements are the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Fund Net Position, and Statement of Cash Flows. The notes to the financial statements provide additional information necessary to understand the financial statements.

Because the SDSTA operates as a proprietary fund, its financial statements present the Authority's financial position, operating results, and cash flows in a manner similar to those of a private business enterprise. The financial statements distinguish between operating and nonoperating revenues and expenses in accordance with GASB Statement No. 103, Financial Reporting Model Improvements.

The financial statements also include comparative information for fiscal years 2026 and 2025 to assist readers in understanding significant changes in the SDSTA's financial position and financial activities.

FINANCIAL SUMMARY

The SDSTA's overall financial position remained strong during fiscal year 2026. Total assets increased \$15.6 million, or 7.9 percent, to \$212.6 million. Total net position increased \$14.5 million, or 7.7 percent, to \$204.3 million.

The most significant factor affecting the change in net position was the recognition of donated capital assets received from Caterpillar. The donated assets, which included ground support, rail and electrical infrastructure, a refuge chamber, the Minestar Underground tracking system, and a command center, contributed approximately \$14.4 million of capital assets to the SDSTA during the year.

Current assets increased \$3.2 million. Accounts receivable increased approximately \$2.4 million as a result of additional contracts with the Fermi Forward Discovery Group (FFDG). Inventory increased approximately \$267,000, due to the purchase of a spare pump. Cash held in the State Treasurer's internal investment pool decreased approximately \$238,000 as funds were used for the Underground Expansion construction project, normal operating costs, and experiment-related xenon interest payments. Cash held in the local bank increased approximately \$796,000, primarily from rebilling of approved indirect and employee benefit costs relating to prior fiscal years.

Capital assets increased \$12.4 million, primarily because of donated property and continued investment in infrastructure and other assets supporting SURF operations.

Total liabilities increased \$2.1 million. This increase was most affected by an accounts payable increase of approximately \$1.4 million, which was related to infrastructure improvement activity, replacement of the deep well pump, the Ross Clutch rehabilitation project, information technology storage equipment, and other expenditures incurred near year-end, along with an increase in accrued leave benefits of \$462,532.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

JUNE 30, 2026

Deferred inflows decreased approximately \$397,000, primarily due to pension-related deferred inflow activities. Net position increased \$14.5 million to \$204.3 million. Net investment in capital assets increased \$12.4 million, restricted net position increased approximately \$1.1 million, and unrestricted net position increased approximately \$1.1 million to \$10.0 million. The increase in unrestricted net position reflects conservative spending during the year.

FINANCIAL STATEMENT ELEMENTS:

STATEMENT OF NET POSITION

	2026	2025	Dollar Change	Percent Change
Current Assets	\$ 22,258,045	\$ 19,086,068	\$ 3,171,977	16.62%
Capital Assets	181,616,804	169,263,000	12,353,804	7.30%
Net Pension Asset and Xenon Purchased	8,740,280	8,713,335	26,945	0.31%
Total Assets	212,615,129	197,062,403	15,552,726	7.89%
Pension Related Deferred Outflows	5,553,165	4,845,088	708,077	14.61%
Asset Retirement Obligation Deferred Outflows	979,020	1,016,674	(37,654)	-3.70%
Total Deferred Outflows of Resources	6,532,185	5,861,762	670,423	11.44%
Long-Term Liabilities Outstanding	6,685,904	5,897,174	788,730	13.37%
Current Liabilities	5,215,626	3,914,329	1,301,297	33.24%
Total Liabilities	11,901,530	9,811,503	2,090,027	21.30%
Deferred Inflows of Resources	2,933,954	3,330,807	(396,853)	-11.91%
Net Position:				
Net Investment in Capital Assets	181,616,804	169,263,000	12,353,804	7.30%
Restricted	12,661,058	11,539,608	1,121,450	9.72%
Unrestricted	10,033,968	8,979,248	1,054,720	11.75%
Total Net Position	\$ 204,311,830	\$ 189,781,856	\$ 14,529,974	7.66%

CHANGE IN NET POSITION

	2026	2025	Dollar Change	Percent Change
Revenues				
Program Revenues:				
Charges for Services	\$ 322,536	\$ 491,861	\$ (169,325)	-34.43%
Operating Grants	45,161,084	44,405,262	755,822	1.70%
Miscellaneous	113,685	144,112	(30,427)	-21.11%
Capital Grants and Contributions	14,471,849	54,276,361	(39,804,512)	-73.34%
General Revenues:				
Investment Earnings	388,044	420,152	(32,108)	-7.64%
Non Capital Donations Received/(Provided)	51,894	-	51,894	0.00%
Total Revenue	60,509,092	99,737,748	(39,228,656)	-39.33%
Expenses				
Program Expenses	45,801,895	43,476,267	2,325,628	5.35%
Loss on Disposal of Assets	68,676	687,684	(619,008)	-90.01%
Financing Expenses	108,547	346,573	(238,026)	-68.68%
Total Expense	45,979,118	44,510,524	1,468,594	3.30%
Change in Net Position	14,529,974	55,227,224	(40,697,250)	-73.69%
Net Position-Beginning	189,781,856	134,554,632	55,227,224	41.04%
Net Position-Ending	\$ 204,311,830	\$ 189,781,856	\$ 14,529,974	7.66%

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

JUNE 30, 2026

DETAILED ANALYSES

Operating Results

The SDSTA reported total revenues of \$60.5 million in fiscal year 2026, compared with \$99.7 million in fiscal year 2025. The \$39.2 million decrease was attributable to a \$39.8 million decrease in capital grants and contributions compared with the prior year.

Operating grants increased \$756,000, or 1.7 percent, to \$45.2 million. The increase was due to increased DOE grant activity supporting SDSTA operations and scientific programs

Charges for goods and services decreased approximately \$169,000. The decrease was caused by lower fees associated with discharge water treatment and Sanford Lab Homestake Visitor Center sales.

Investment earnings decreased approximately \$32,000 to \$388,000. The change reflected differences in unrealized appreciation and undistributed earnings as well as reduced interest earnings due to lower interest rates and average daily cash balances.

The SDSTA reported total expenses of \$46.0 million in fiscal year 2026, compared with \$44.5 million in fiscal year 2025, an increase of approximately \$1.5 million, or 3.3 percent.

Operating expenses increased \$2.3 million, or 5.4 percent, to \$45.8 million. The principal components of operating expenses were personnel services of \$26.3 million, contractual services of \$8.3 million, supplies and other operating costs of approximately \$4.8 million, and depreciation and amortization of \$6.3 million.

The increase in operating expenses was primarily due to higher depreciation expense of approximately \$1.0 million, increased supplies and equipment costs of approximately \$754,000, increased information technology supplies and fees of approximately \$195,000, and increased other expenses, including asset retirement obligation accretion expense of approximately \$300,000.

The SDSTA's operating revenue of \$45.6 million was slightly below operating expenses of \$45.8 million, resulting in an operating loss of approximately \$205,000. After noncapital subsidies and other nonoperating revenues and expenses, including investment earnings and the capital contribution associated with donated assets, the SDSTA reported a \$14.5 million increase in net position.

Cash Flows

The SDSTA generated \$4.5 million of net cash from operating activities during fiscal year 2026. Operating cash receipts included approximately \$42.7 million from operating grants, while cash payments included \$27.5 million for employee services and \$11.2 million for suppliers of goods and services.

Capital and related financing activities used approximately \$4.3 million of cash for the purchase of capital assets. Noncapital financing activities used approximately \$40,000, related to insurance loan payments and interest paid on the Xenon notes. Investing activities provided approximately \$408,000, from interest earnings.

Overall, cash and cash equivalents increased approximately \$558,000 during fiscal year 2026, ending the year at \$13.3 million as described above.

SIGNIFICANT CAPITAL ASSET AND LONG-TERM FINANCING ACTIVITY

Capital Assets

Capital assets, net of accumulated depreciation, totaled \$181.6 million at June 30, 2026, compared with \$169.3 million at June 30, 2025. The \$12.4 million increase reflects capital additions and donated assets exceeding depreciation and disposals.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

JUNE 30, 2026

CAPITAL ASSETS (Net of Depreciation)

	2026	2025	Change
Improvements	\$ 45,778,038	\$ 40,676,282	\$ 5,101,756
Underground	35,690,952	29,574,711	6,116,241
Buildings	13,335,547	13,697,110	(361,563)
Computer Equipment	230,686	41,534	189,152
Machinery and Equipment	18,437,085	18,169,609	267,476
Construction in Progress	3,769,816	10,561,711	(6,791,895)
Land	1,974,147	1,974,147	-
Infrastructure	1,595,750	1,215,919	379,831
Archive Material	70,000	70,000	-
Auto	254,451	343,997	(89,546)
DOE Property Transfer	60,480,332	52,937,978	7,542,354
Total Capital Assets	\$ 181,616,804	\$ 169,262,999	\$ 12,353,805

This year's major capital asset additions and deletions included:

Purchased Capital Assets:

Construction in Progress (Current Year Additions/Deletions):

Infrastructure & Improvement Projects (net) \$ (6,791,895)

Improvement & Infrastructure changes (Current Year Additions/(Deletions)):

CATT Donation 12,602,020

SLHVC Roof 467,337

Computer Equipment, Machinery and Equipment changes (Current Year Additions/(Deletions)):

Information Technology Equipment 207,007

Misc Equipment, Trailer, & CATT Donated Equipment 1,651,784

DOE Property Transfer:

Waste Water Treatment Plant Moving Bed Biofilm Reactors & PLC Control System 5,240,708

3650 Pump Room Rehabilitation 4,096,638

Ross Campus Restrooms Upgrade 563,824

Misc Equipment, Telehandler, Cranes, & Ropes \$ 399,438

\$ 18,436,861

The Caterpillar property donation recognized during the year totaled approximately \$14.4 million and included ground support, rail and electrical infrastructure, a refuge chamber, the Minestar Underground tracking system, and a command center.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED) **JUNE 30, 2026**

Long-Term Financing Activity

At June 30, 2026, the SDSTA had \$6.7 million in long-term liabilities, an increase of approximately \$789,000, or 13.4 percent, from the prior year.

	2026	2025	Total Dollar Change	Total Percentage Change
Compensated Absences	\$ 1,545,001	\$ 1,120,724	\$ 424,277	37.86%
Asset Retirement Obligation	2,019,713	1,655,259	364,454	22.02%
Xenon Notes Payable	3,121,190	3,121,190	-	0.00%
Total Long-Term Debt	\$ 6,685,904	\$ 5,897,173	\$ 788,731	13.37%

The increase in compensated absences resulted from higher estimated usage and salary increases. The increase in the asset retirement obligation was attributable to inflationary factors, including salary increases. The Xenon notes payable remained unchanged during the year.

On January 30, 2026, the SDSTA entered into an \$8.0 million fixed-rate revolving line of credit with First Interstate Bank. The line is collateralized by the SDSTA's accounts receivable and was established as a liquidity resource in the event government funding were to be delayed or slowed. No amounts had been drawn on the line of credit as of June 30, 2026. The arrangement has a maturity date of October 1, 2026, with an anticipated annual renewal.

CURRENTLY KNOWN FACTS, DECISIONS, OR CONDITIONS

The SDSTA's financial outlook continues to be substantially influenced by federal support for the Sanford Underground Research Facility and the scientific programs conducted at SURF.

The SDSTA's Board of Directors approved a fiscal year 2027 operating budget of \$69.4 million. The budget includes \$47.5 million for federal activities, \$1.9 million for SDSTA-supported activities, and \$20.0 million for indirect functions.

The SDSTA's primary operating support is provided through a Cooperative Agreement with the DOE Office of Science. The current five-year Cooperative Agreement extension became effective September 29, 2024. During fiscal year 2026, the SDSTA received an additional \$6.0 million in funding, bringing the total current and future funding under this agreement to \$214.0 million.

For federal fiscal year 2027, the SDSTA's federal operating budget is approximately \$38.9 million, with an additional \$2.1 million budgeted for Infrastructure Improvement Projects.

The Long-Baseline Neutrino Facility/Deep Underground Neutrino Experiment (LBNF/DUNE) remains a significant activity at SURF. The current SDSTA support contract for the next phase of the LBNF/DUNE project, including Building Site Infrastructure and Far Detector and Cryogenics activities, is scheduled to end December 31, 2026. Management expects this work to continue through a contract extension or a subsequent contract with FFDG. In addition, DOE support for professional engineering management services related to the LBNF effort is expected to continue into fiscal year 2031.

The SDSTA continues to receive funding supporting operations of the LUX-ZEPLIN (LZ) physics experiment. Support for LZ is expected to continue through fiscal year 2029.

The Particle Physics Project Prioritization Panel's December 2023 report established a 10-year strategic plan for high-energy physics in the United States and identified continued support for science programs involving neutrino and dark matter research, including programs associated with SURF.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

JUNE 30, 2026

Management will continue to monitor federal funding, cooperative agreement activity, major scientific projects, capital requirements, and other currently known conditions that could affect the SDSTA's financial position and operations in future fiscal years.

The SDSTA remains compliant with applicable legal and environmental requirements.

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the SDSTA's financial condition and to demonstrate its accountability for the resources it receives. Questions concerning this report or requests for additional information should be directed to the South Dakota Science and Technology Authority, 630 East Summit Street, Lead, South Dakota 57754.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

**STATEMENT OF NET POSITION
JUNE 30, 2026**

ASSETS

Current Assets

Cash in Local Bank and Petty Cash	\$ 2,722,236
Cash on Deposit with State Treasurer	10,553,989
Accounts Receivable	5,007,681
Interest Receivable	53,542
Prepaid Expenses	1,307,530
Inventory of Supplies & Warehouse	2,613,067
Total Current Assets	22,258,045

Noncurrent Assets

Xenon Purchased (Note 6)	8,687,833
Net Pension Asset (Note 7)	52,447
Land (Note 4)	1,974,147
Underground (Note 4)	35,690,952
Buildings, Machinery, Equipment, Infrastructure, & DOE Property Transferred (Net) (Note 4)	143,951,705
Total Noncurrent Assets	190,357,084

TOTAL ASSETS 212,615,129

Deferred Outflows of Resources

Asset Retirement Obligation Deferred Outflows	979,020
Pension Related Deferred Outflows (Note 7)	5,553,165
Total Deferred Outflows of Resources	6,532,185

LIABILITIES

Current Liabilities

Accounts Payable	2,523,843
Accrued Wages and Benefits	841,620
Accrued Leave, Benefits (Note 5)	1,519,807
Insurance Loan Payable	330,356
Total Current Liabilities	5,215,626

Noncurrent Liabilities

Accrued Leave, Benefits (Note 5)	1,545,001
Asset Retirement Obligation (Note 5)	2,019,713
Long-Term Xenon Notes Payable (Note 5)	3,121,190
Total Noncurrent Liabilities	6,685,904

TOTAL LIABILITIES 11,901,530

Deferred Inflows of Resources

Deferred Revenue	136,091
Pension Related Deferred Inflows (Note 7)	2,797,863
Total Deferred Inflows of Resources	2,933,954

NET POSITION

Invested in Capital Assets	181,616,804
Restricted for:	
Mine Closure	1,770,668
Experiments	461,718
Indemnification	7,500,000
Pension	2,807,750
Foundation	120,922
Unrestricted Net Position	10,033,968

TOTAL NET POSITION \$ 204,311,830

The accompanying notes are an integral part of this statement.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED JUNE 30, 2026****Operating Revenue**

Charges for Goods and Services	\$ 322,536
Operating Grants	45,161,084
Miscellaneous	113,685
Total Operating Revenue	45,597,305

Operating Expenses

Personnel Services	26,279,394
Travel	294,235
Contractual Services	8,334,535
Supplies, Materials and Other Operating Expenses	4,549,548
Depreciation and Amortization Expense	6,344,183
Total Operating Expenses	45,801,895

Operating Loss	(204,590)
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Noncapital Subsidies

Non Capital Donations Received/(Provided)	51,894
Total Noncapital Subsidies	51,894

Operating Loss and Noncapital Subsidies	(152,696)
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Other Nonoperating Revenues (Expenses)

Investment Earnings	388,044
Gain/(Loss) on Disposal of Assets	(68,676)
Interest Expense	(108,547)
Capital Contribution	14,471,849
Total Other Nonoperating Revenues (Expenses)	14,682,670

Change in Net Position	14,529,974
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Net Position -- Beginning of Year	189,781,856
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Net Position -- End of Year	\$ 204,311,830
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The accompanying notes are an integral part of this statement.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2026

Cash Flows From Operating Activities:

Other Operating Cash Receipts	\$ 436,944
Cash Receipts from Operating Grants	42,738,754
Operating Subsidies Received	51,894
Cash Payments to Employees for Services	(27,496,897)
Cash Payments to Suppliers of Goods and Services	(11,242,315)
Net Cash Provided (Used) by Operating Activities	\$ 4,488,380

Cash Flows From Noncapital Financing Activities:

Insurance Loan Payments	\$ 38,256
Interest Paid on Xenon	(78,030)
Net Cash Provided (Used) by Noncapital Financing Activities	\$ (39,774)

Cash Flows From Capital and Related Financing Activities:

Purchase of Capital Assets	\$ (4,299,085)
Net Cash Provided (Used) by Capital and Related Financing Activities	\$ (4,299,085)

Cash Flows from Investing Activities:

Interest Earnings	\$ 408,372
Net Cash Provided by Investing Activities	\$ 408,372

Net Increase in Cash and Cash Equivalents	\$ 557,893
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Cash and Cash Equivalents at Beginning of Year	12,718,332
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Cash and Cash Equivalents at End of Year	\$ 13,276,225
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Reconciliation of Operating Loss to Net Cash Used in Operating Activities:

Operating Loss	\$ (204,590)
<i>Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities:</i>	
Depreciation & Amortization Expense	6,344,183
Supplies from Capital Contribution	108,170
Non Capital Donations Received	51,894
<i>Change in Assets and Liabilities:</i>	
Receivables	(2,421,607)
Prepaid Expenses	(6,902)
Inventory	(266,574)
Net Pension Asset	(26,945)
Increase in Deferred Outflow of Resources - Pension	(708,077)
Decrease Deferred Inflow of Resources - Pension	(432,944)
Increase in ARO	364,454
Accounts and Other Payables	1,372,425
Accrued Wages Payable	(79,796)
Accrued Leave Payable	394,689
Net Cash Provided (Used) by Operating Activities	\$ 4,488,380

Continued on next page

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

**STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2026**

Cash and Cash Equivalents:

Cash in Local Bank	\$	2,721,486
Petty Cash		750
Cash with State Treasurer		10,553,989
Total Cash and Cash Equivalents	\$	13,276,225

Non-Cash Capital and Related Financing Activities:

Loss on Disposal of Assets	\$	(68,676)
Donated Capital Assets		(14,471,849)
Donated Inventory of Supplies		1,297
Total Non-Cash Activities	\$	(14,539,228)

The accompanying notes are an integral part of this statement.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2026

(1) Summary of Significant Accounting Policies

a. Reporting Entity

The South Dakota Science and Technology Authority (SDSTA) was created and organized by Chapter 1-16H of the South Dakota Codified Laws. The purpose of the SDSTA is to foster and facilitate scientific and technology investigation, experimentation, and development by creating a mechanism through which laboratory, experimental and development facilities may be acquired, developed, constructed, maintained, operated, and decommissioned. The initial focus of the SDSTA is to support the transfer of the Homestake Gold Mine in Lead, South Dakota for development by the research community to become the world's premier Underground Science and Engineering Laboratory; more specifically, the Sanford Underground Research Facility (SURF). Additional focus is maintained by the SDSTA for an education and outreach program detailing progress. The SDSTA is a business type component unit of the State of South Dakota (the State). As such, the accompanying financial statements are included in the Annual Comprehensive Financial Report of the State of South Dakota.

The Sanford Underground Research Facility Foundation (SURFF) is a legally separate, tax-exempt blended component unit of the SDSTA (Note 14). The SURFF was established as a fundraising organization to supplement resources for the SDSTA programs related to education, internships, public outreach, and the development of the SURF Institute. Thus, the services the SURFF provides is for the SDSTA. The sitting Chairperson of the SDSTA serves as a voting Director on an ex officio basis and is included in the total number of Directors as listed by the Bylaws. Two board members from the SDSTA are also on the Board of the SURF Foundation. The SDSTA is also responsible for any outstanding debt.

b. Fund Accounting

The SDSTA Fund is accounted for as an enterprise fund. Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

c. Measurement Focus, Basis of Accounting

The SDSTA Fund uses the economic resources measurement focus and accrual basis of accounting, wherein revenues are recognized when earned and expenses are recognized when incurred. Likewise, the SURFF uses the economic resources measurement focus and accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

d. Inventory of Supplies

Inventory of supplies consists primarily of expendable equipment/supplies, donated, and purchased, not yet in service. Donated inventory of supplies is revalued at their estimated fair value on date of donation. Purchased equipment values are reported at cost. Reported cost values include ancillary charges necessary to place the asset into its intended location and condition for use at a later date.

e. Capital Assets

Capital assets include land, buildings, machinery, and equipment, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period. Infrastructure assets are long-lived capital assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Capital assets are recorded at historical cost. Donated capital assets are valued at their estimated fair value on the date donated. Reported cost values include ancillary charges necessary to place the asset into its intended location and condition for use.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(1) Summary of Significant Accounting Policies (Continued)

e. Capital Assets (Continued)

Subsequent to initial capitalization, improvements or betterments that are significant, and which extend the useful life of a capital asset are also capitalized. Depreciation of all exhaustible capital assets is recorded as an expense in the Statement of Revenues, Expenses, and Changes in Fund Net Position, with net capital assets reflected in the Statement of Net Position. Accumulated depreciation is reported on the Statement of Net Position.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the SDSTA's financial statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land and Land Rights	All Land	N/A	N/A
Improvements	\$ 10,000	Straight-line	10-50 yrs.
Infrastructure	10,000	Straight-line	25-50 yrs.
Buildings	10,000	Straight-line	10-50 yrs.
Automobiles, Furniture, Machinery and Equipment	10,000	Straight-line	2-75 yrs.

f. Revenue and Expense Classifications

In the Statement of Revenues, Expenses, and Changes in Fund Net Position, revenues and expenses are classified in a manner consistent with how they are classified in the Statement of Cash Flows. That is, transactions for which related cash flows are reported as capital and related financing activities, non-capital financing activities, or investing activities are not reported as components of operating revenue or expenses. The Authority's proprietary fund distinguishes between operating and non-operating revenues and expenses in accordance with GASB 103 Financial Reporting Model Improvements.

g. Cash and Cash Equivalents

Cash includes cash on hand, demand deposits, and participating interest in the State's internal investment pool held by the State Treasurer. The amount held in the State's internal investment pool is reported at fair value. The SDSTA has access to the entire amount of their cash resources on demand. Accordingly, equity in the cash management pool is considered to be cash and cash equivalents for the purpose of the Statement of Cash Flows.

h. Equity Classifications

Equity is classified as net position and is displayed in three components:

1. Net investment in capital assets consists of capital assets, including restricted capital assets, net of accumulated depreciation (if applicable) and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
2. Restricted net position consists of net position with constraints placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
3. Unrestricted net position all other net position that do not meet the definition of "restricted" or "net investment in capital assets."

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED) **JUNE 30, 2026**

(1) Summary of Significant Accounting Policies (Concluded)

i. Application of Net Position

It is the SDSTA's policy to first use restricted net position, prior to the use of unrestricted net position, when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

j. Compensated Absences

Compensated absences consist of vacation and sick leave earned. The vacation leave is earned by full-time employees at the rate of 4.62 hours per pay period, increasing to 6.16 hours per pay period from 4-8 years of service, and 7.69 hours earned after 8 years of service. The vacation leave may accumulate only to a maximum of twice the annual accrual. Upon retirement or resignation employees will be paid for all accumulated vacation. Sick leave is earned at the rate of 4.32 hours per pay period. Upon termination, some employees are entitled to receive compensation for a portion of their sick leave balance. Those with seven years of service or more will receive compensation at the rate of 25 percent of their balance up to a maximum of 480 hours.

k. Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (revenue), information about the fiduciary net position of the South Dakota Retirement System (SDRS) and additions to/deletions from SDRS's fiduciary net position have been determined on the same basis as they are reported by SDRS. The SDSTA's contributions and net pension liability (asset) are recognized on an accrual basis of accounting.

l. Leases

We evaluated all current leases to determine if they meet the GASB 87 definition of a lease. For those that did meet the definition of a lease, we concluded they were immaterial for reporting in FY2026. We will analyze this each fiscal year.

m. Asset Retirement Obligation

We report an asset retirement obligation (see note 5). This cost will be evaluated each fiscal year and updated for any changes.

n. Subscription Based Information Technology Arrangements (SBITA's)

We evaluated all current information technology contracts to determine if they meet the GASB 96 definition of a SBITA. For those that did meet the definition of a SBITA, we concluded they were immaterial for reporting in FY2026. We will analyze this each fiscal year.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(2) Deposits and Investments

Deposits

The majority of the SDSTA's cash is on deposit with the State Treasurer. Such funds are invested through the South Dakota Investment Council. Management of the State's internal investment pool is the statutory responsibility of the South Dakota Investment Council (SDIC). The investment policy and required risk disclosures for the State's internal investment pool are presented in the audit report of the South Dakota Investment Council, which can be obtained by contacting the Department of Legislative Audit, 427 South Chapelle, c/o 500 East Capitol, Pierre, South Dakota 57501. Custodial credit risk is the risk that in the event of a bank failure, the SDSTA's deposits may not be returned to it. The SDSTA does not have a deposit policy for custodial credit risk. None of the SDSTA's deposits were exposed to custodial credit risk.

Investments

In general, SDCL 1-16H-18 permits funds to be invested in (a) direct obligations of, or obligations the principal of the interest on which are fully guaranteed or insured by, the United States of America; or (b) obligations of any solvent insurance company or other corporation or business entity if rated in the two highest classifications established by a standard rating service or insurance companies or a nationally recognized rating agency; or (c) short term discount obligations of the Federal National Mortgage Association; or (d) obligations of any state of the United States or any political subdivision, public instrumentality, or public authority of any state of the United States, which obligations are not callable before the principal is to be paid, are fully secured as to both sufficiency and timely payment by, and payable solely from, obligations described in (a). The SDSTA did not have any investments as of June 30, 2026.

(3) Adoption of New Standard

As of June 30, 2026, the SDSTA adopted Governmental Accounting Standards Board (GASB) Statement No. 103, Financial Reporting Model Improvements. This Statement enhances the clarity and consistency of the financial reporting requirements related to the following areas: 1) Management's discussion and analysis 2) Proprietary fund reporting 3) Unusual or infrequent items and 4) Budgetary comparison schedules. GASB 103 is required to be reported as a change in accounting principle in accordance with GASB Statement No. 100, Accounting Changes and Error Corrections.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(4) Changes in Capital Assets

A summary of changes in capital assets for the year ended June 30, 2026, is as follows:

	Balance June 30, 2025	Increases	Decreases	Balance June 30, 2026
Business-Type Activities:				
Capital Assets, not Being Depreciated:				
Land	\$ 1,974,147	\$ -	\$ -	\$ 1,974,147
Underground	29,574,711	6,116,241	-	35,690,952
Archive Materials	70,000	-	-	70,000
Construction Work in Progress (CIP) (see Note 10)	10,561,711	3,885,639	10,677,534	3,769,816
Total Capital Assets, not Being Depreciated	42,180,569	10,001,880	10,677,534	41,504,915
Capital Assets, Being Depreciated:				
DOE Property Transferred	56,090,645	10,529,981	229,373	66,391,253
Automobiles	718,659	-	-	718,659
Buildings	17,329,639	-	-	17,329,639
Furniture	67,298	-	-	67,298
Computer Equipment	328,741	207,007	-	535,748
Improvements	56,461,080	6,521,175	-	62,982,255
Infrastructure	1,885,943	431,941	-	2,317,884
Machinery and Equipment	25,725,852	1,870,966	219,182	27,377,636
Total Capital Assets, Being Depreciated	158,607,857	19,561,070	448,555	177,720,372
Total Capital Assets, Before Depreciation	200,788,426	29,562,950	11,126,089	219,225,287
Less Accumulated Depreciation:				
DOE Property Transferred	3,152,666	2,862,360	104,105	5,910,921
Automobiles	374,662	89,546	-	464,208
Buildings	3,632,529	361,563	-	3,994,092
Computer Equipment	287,207	17,855	-	305,062
Furniture	67,298	-	-	67,298
Improvements	15,784,798	1,419,419	-	17,204,217
Infrastructure	670,024	52,110	-	722,134
Machinery and Equipment	7,556,243	1,503,675	119,367	8,940,551
Total Accumulated Depreciation	31,525,427	6,306,528	223,472	37,608,483
Capital Assets, Net	\$ 169,262,999	\$ 23,256,422	\$ 10,902,617	\$ 181,616,804

On February 1, 2026, the SDSTA received a property donation from Caterpillar from abandoned infrastructure improvements resulting in additional \$14,363,680 of capital assets. These donated assets were comprised of ground support, rail, electrical infrastructure, a refuge chamber, Minestar Underground tracking system, and command center.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(5) Long-Term Debt

A summary of changes in long-term debt follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Accrued Compensated Absences*	\$ 2,670,119	\$ 394,689		\$ 3,064,808	\$ 1,519,807
Asset Retirement Obligation	1,655,259	364,454	-	2,019,713	-
Xenon Notes Payable	3,121,190	-	-	3,121,190	-
	<u>\$ 7,446,568</u>	<u>\$ 759,143</u>	<u>\$ -</u>	<u>\$ 8,205,711</u>	<u>\$ 1,519,807</u>

* The roll-forward schedule only reports the net change in the compensated absences liability with beginning balance.

Xenon Notes Payable

Loan Agreements with S.D. Community Foundation (SDCF), S.D. State University Foundation (SDSUF), and University of S.D. Foundation (USDF) to purchase Xenon.

Repayment of Xenon Notes Payable

Each Foundation's share of Xenon shall be sold at a time such that the loans will be paid by the maturity date provided by the loan documents. Furthermore, if the SDSTA sells Xenon for more than the cost to purchase it, the Foundations shall be paid the full principal amount payable plus an amount equal to the Average Return times the number of liters of Xenon purchased using Foundation Funds. The "Average Return" means the total price received for the sale of all Xenon owned by SDSTA within the Project minus the amount paid to all Foundations providing funding, with the difference then divided by the total number of liters sold. Furthermore, if the SDSTA fails to pay any payment required on or before the due date, the Foundations may declare the entire remaining balance immediately due and payable.

The loans are 13 year, unsecured non recourse loans with 2.5% simple interest paid quarterly. The SDCF note is due on October 1, 2028. The SDSUF and USDF notes are due December 31, 2028.

Also see Note 8. \$ 3,121,190

The annual requirements to amortize long-term debt outstanding as of June 30, 2026, are as follows:

	Xenon Notes Payable	
	Interest	Principal
2027	78,030	-
2028	78,030	-
2029	32,780	3,121,190
Total	<u>\$ 188,840</u>	<u>\$ 3,121,190</u>

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(5) Long-Term Debt (Continued)

Asset Retirement Obligation (ARO)

South Dakota Science and Technology Authority has deemed there would be costs associated with closing the SURF facility, if abandoning the site would occur. Outside regulatory agencies that would be involved with oversight of the closure would be the U.S. Environmental Protection Agency and the South Dakota Department of Agriculture and Natural Resources. The capital assets on SDSTA's financial statements that would be included in the asset retirement obligation are land, above ground and underground infrastructure, and buildings. We used a team of internal experts to develop the estimate including: mining engineers, mechanical engineers, construction managers, heavy equipment experts, all with expertise in mining, underground, and environmental industries. The methods and assumptions used by these experts were to estimate hours associated with completing the below tasks using a current average salary and benefit rate, plus any associated contractor fees. Using these assumptions, they have determined the below actions would need to be taken and associated costs incurred:

Liability Component	Remove Hazardous Materials	Secure Shafts & Buildings	Final Inspections & Documentation	Ending Balance
ARO Balance, July 1, 2025	\$ 267,709	\$ 1,119,772	\$ 267,778	\$ 1,655,259
Inflation/(Deflation) Adjustments	79,674	185,413	99,367	364,454
ARO Balance, June 30, 2026	\$ 347,383	\$ 1,305,185	\$ 367,145	\$ 2,019,713

Per our land donation agreement from Homestake Mining Company in 2006, we assumed all liability for closure and were obligated to restrict \$1,000,000 for such an event; SDSTA complied with this agreement. Since then, interest has accrued and been restricted by SDSTA; current restricted and separately reported cash on hand for site abandonment is \$1,770,668.

For calculating useful life of this liability, we correlate to our relationship with LBNF/DUNE (Long Based Neutrino Facility/Deep Underground Neutrino Experiment). This relationship is expected to continue until 2045 per the Snowmass/P5 (Particle Physics Project Prioritization Panel); thus we deem a conservative useful life of 30 years

(6) Xenon

Xenon on hand is valued at a purchase cost per liter with additional freight, customs, and analysis charges. Total Xenon purchased to date is \$8,687,833 as shown by the detail below.

Fiscal Year	# of Liters	Total Cost	Average Cost/Liter
2014	20,000	\$332,855	\$16.64/liter
2016	200,000	1,273,808	6.37/liter
2017	600,295	3,433,693	5.72/liter
2018	260,000	1,473,544	5.67/liter
2019	300,000	1,650,450	5.50/liter
2020	140,000	770,000	5.50/liter
2023	(45,274)	(246,517)	5.89/liter
Total on Hand	1,475,021	\$8,687,833	\$ 5.89/liter

Xenon gas is used in science experiments in a closed containment system which does not deplete liters on hand.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(7) Retirement/Pension Plan

Plan Information:

All employees, working more than 20 hours per week during the year, participate in the South Dakota Retirement System (SDRS). SDRS is a hybrid defined benefit plan designed with several defined contribution plan type provisions and is administered by SDRS to provide retirement benefits for employees of the State of South Dakota and its political subdivisions. The SDRS provide retirement, disability, and survivor benefits. Authority for establishing, administering, and amending plan provisions are found in SDCL 3-12. The SDRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at <http://sdrs.sd.gov/publications.aspx> or by writing to the SDRS, P.O. Box 1098, Pierre, SD 57501-1098 or by calling (605) 773-3731.

Benefits Provided:

SDRS has four classes of members: Class A general members, class B public safety and judicial members, Class C Cement Plant Retirement Fund members, and Class D Department of Labor and Regulation members.

Members that were hired before July 1, 2017, are Foundation members. Class A Foundation members and Class B Foundation members who retire after age 65 with three years of contributory service are entitled to an unreduced annual retirement benefit. An unreduced annual retirement benefit is also available after age 55 for Class A Foundation members where the sum of age and credited service is equal to or greater than 85 or after age 55 for Class B Foundation judicial members where the sum of age and credited service is equal to or greater than 80. Class B Foundation public safety members can retire with an unreduced annual retirement benefit after age 55 with three years of contributory service. An unreduced annual retirement benefit is also available after age 45 for Class B Foundation public safety members where the sum of age and credited service is equal to or greater than 75. All Foundation retirement benefits that do not meet the above criteria may be payable at a reduced level. Class A and B eligible spouses of foundation members will receive a 60 percent joint survivor benefit when the member dies.

Members that were hired on/after July 1, 2017, are Generational members. Class A Generational members and Class B Generational judicial members who retire after age 67 with three years of contributory service are entitled to an unreduced annual retirement benefit. Class B Generational public safety members can retire with an unreduced annual retirement benefit after age 57 with three years of contributory service. At retirement, married Generational members may elect a single-life benefit, a 60 percent joint and survivor benefit, or a 100 percent joint and survivor benefit. All Generational retirement benefits that do not meet the above criteria may be payable at a reduced level. Generational members will also have a variable retirement account (VRA) established, in which they will receive up to 1.5 percent of compensation funded by part of the employer contribution. VRA's will receive investment earnings based on investment returns.

Legislation enacted in 2017 established the current COLA process. At each valuation date:

- Baseline actuarial accrued liabilities will be calculated assuming the COLA is equal to the long-term inflation assumption of 2.25%.
- If the fair value of assets is greater or equal to the baseline actuarial accrued liabilities, the COLA will be:
 - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than 3.5%.
- If the fair value of assets is less than the baseline actuarial accrued liabilities, the COLA will be:
 - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than a restricted maximum such that, that if the restricted maximum is assumed for future COLA's, the fair value of assets will be greater or equal to the accrued liabilities.

Legislation enacted in 2021 reduced the minimum COLA from 0.5 percent to 0.0 percent.

All benefits except those depending on the Member's Accumulated Contributions are annually increased by the Cost-of-Living Adjustment.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(7) Retirement/Pension Plan (Continued)

Contributions:

Per SDCL 3-12, contribution requirements of the active employees and the participating employers are established and may be amended by the SDRS Board. Covered employees are required by state statute to contribute the following percentages of their salary to the plan; Class A Members 6.0% of salary; Class B Judicial Members, 9.0% of salary; and Class B Public Safety Members, 8.0% of salary. State Statute also requires the employer to contribute an amount equal to the employee's contribution. The SDSTA's share of contributions to the SDRS for the fiscal years ended June 30, 2026, 2025, and 2024, equal to required contributions each year, were as follows: \$1,192,442, \$1,100,499, and \$1,060,468, respectively.

Pension Liabilities (Assets), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions:

As of June 30, 2025, SDRS is 100.1% funded and accordingly has a net pension asset. The proportionate share of the components of the net pension asset of the South Dakota Retirement System for the SDSTA as of the measurement period ending June 30, 2025, and reported by the SDSTA as of June 30, 2026, are as follows:

Proportionate share of pension liability	\$ 94,119,824
Less Proportionate share of net pension restricted for pension benefits	94,172,271
Proportionate share of net pension liability (asset)	<u>\$ (52,447)</u>

At June 30, 2026, the SDSTA reported a liability (asset) of \$ (52,447) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2025, and the total pension liability (asset) used to calculate the net pension asset was based on a projection of the SDSTA's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2025, the SDSTA's proportion was 0.616653% which is an increase of 0.013341% from its proportion measured as of June 30, 2024.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(7) Retirement/Pension Plan (Continued)

For the year ended June 30, 2026, the SDSTA recognized a reduction of pension expense of \$1,163,823. At June 30, 2026, the SDSTA reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between expected and actual experience.	\$ 1,795,645	\$ -
Changes in assumption.		2,783,955
Net Difference between projected and actual earnings on pension plan investments.	2,555,386	-
Changes in proportion and difference between SDSTA contributions and proportionate share of contributions.	9,692	13,908
SDSTA contributions subsequent to the measurement date.	1,192,442	-
TOTAL	\$ 5,553,165	\$ 2,797,863

\$1,192,442 reported as deferred outflow of resources related to pensions resulting from the SDSTA's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2027. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ended June 30:

2027	\$ 1,207,226
2028	129,189
2029	85,578
2030	140,867
TOTAL	\$ 1,562,860

Actuarial Assumptions:

The total pension liability (asset) in the June 30, 2025, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 %
Salary Increases	Graded by year of service, from 7.66% at entry to 3.15% after 25 years of service.
Discount Rate	6.50% net of plan investment expense. This is composed of an average inflation rate of 2.50% and real returns of 4.00%
Future COLAs	1.56%

All mortality rates are based on Pub-2010 amount-weighted mortality tables, projected generationally with improvement scale MP-2020.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(7) Retirement/Pension Plan (Continued)

Active and Terminated Vested Members:

Teachers, Certified Regents, and Judicial: PubT-2010

Other Class A Members: PubG-2010

Public Safety Members: PubS-2010

Retired Members:

Teachers, Certified Regents, and Judicial Retirees: PubT-2010, 108% of rates above age 65

Other Class A Retirees: PubG-2010, 93% of rates through age 74, increasing by 2% per year until 111% of rates at age 83 and above.

Public Safety Retirees: PubS-2010, 102% of rates at all ages

Beneficiaries:

PubG-2010 contingent survivor mortality table

Disabled Members:

Public Safety: PubS-2010 disabled member mortality table

Others: PubG-2010 disabled member mortality table

The actuarial assumptions used in the June 30, 2025, valuation was based on the results of an actuarial experience study for the period of July 1, 2016, to June 30, 2021.

Investment portfolio management is the statutory responsibility of the South Dakota Investment Council (SDIC), which may utilize the services of external money managers for management of a portion of the portfolio. SDIC is governed by the Prudent Man Rule (i.e., the council should use the same degree of care as a prudent man). Current SDIC investment policies dictate limits on the percentage of assets invested in various types of vehicles (equities, fixed income securities, real estate, cash, private equity, etc.). The long-term expected rate of return on pension plan investments was determined using a method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2024 (see the discussion of the pension plan's investment policy) are summarized in the following table using geometric means:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Public Equity	56.3%	3.8%
Investment Grade Debt	22.8%	2.3%
High Yield Debt	7.0%	2.9%
Real Estate	12.0%	4.0%
Cash	1.9%	0.8%
Total	<u>100%</u>	

Discount Rate:

The discount rate used to measure the total pension liability (asset) was 6.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that matching employer contributions will be made at rates equal to the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(7) Retirement/Pension Plan (Concluded)

Sensitivity of (asset) to changes in the discount rate:

The following presents the SDSTA's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.50% as well as what the SDSTA's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
SDSTA's proportionate share of the net pension liability (asset)	\$12,853,710	\$ (52,447)	\$(10,625,674)

Pension Plan Fiduciary Net Position:

Detailed information about the plan's fiduciary net position is available in the separately issued SDRS financial report.

(8) Risk Management

The SDSTA is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. There were no insurance claims exceeding insurance coverage during the past three years. During the period ended June 30, 2026, the SDSTA managed its risks as follows:

Building Structure Charges:

The buildings and permanent structures owned by the SDSTA are not covered by commercial insurance. However, the Rounds Operation Center and the SLHVC is covered by commercial insurance.

Employee Health Insurance:

The SDSTA purchases health insurance for its employees from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Liability Insurance:

The SDSTA purchases liability insurance for risks related to torts, theft or damage of property, errors and omissions of public officials, employee practices liability coverage, employee dishonesty, cybersecurity, and professional engineers' coverage through its participation in the South Dakota Authority Captive Insurance Company, a component unit of the State of South Dakota. Additional liability coverage including auto liability coverage and environmental liability is purchased from commercial insurance carriers. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Worker's Compensation:

For the policy renewal date of January 1, 2026, through January 1, 2027, the SDSTA continued to purchase workers' compensation through a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(8) Risk Management (Continued)

Unemployment Benefits:

The SDSTA provides coverage for unemployment benefits by paying into the Unemployment Compensation Fund established by state law and managed by the State of South Dakota.

(9) Significant Commitments, Contracts, and Subsequent Events

On May 12, 2006, the SDSTA entered into a property donation agreement with Homestake Mining Company of California. This agreement determines the SDSTA's requirements to maintain the property including risk and general liability insurance, indemnification and closure fund establishment, and permitted use of the property. This relationship is in effect until terminated per conditions in the agreement.

September 30, 2020, the SDSTA entered into an agreement with Homestake Mining Company in which we agree to combine Homestake's wastewater from Grizzly Gulch with the mine wastewater, as well as treat, and discharge the water. The terms of this agreement are \$.75 per 1000 gallons processed. This agreement will expire on September 30, 2030.

A lease between the SDSTA and DOE for land (above ground) and space (underground) for the LBNF was signed on March 29, 2016. The term of the lease goes through April 30, 2036, but shall remain in force thereafter from year to year without further notice but shall in no event extend beyond a total of 65 years.

Homestake Mining Company agreed on August 2015 to release \$2,500,000 from the Indemnification Fund for the SDSTA to fund the captive insurance company. The original appropriation for the indemnification fund found at 2004 SD Session Laws, Chapter 14, Section 1 was revised by the State Legislature per Legislative Session 2015 HB 1186, to allow the use of up to \$2,500,000 to provide initial capital and pay expenses for the SDSTA's purposes in the captive insurance company.

On March 28, 2023, loan agreements were entered into for \$959,603 each from the South Dakota Community Foundation, the University of South Dakota Foundation, and the South Dakota State University Foundation from the previous purchase of xenon. They are unsecured nonrecourse loans with 2.5% simple interest to be paid quarterly to each lender. All three notes are due by the end of December 2028. The loans will be repaid from the sale proceeds of the xenon. The SDSTA has a total of 1,475,021 liters of xenon are on hand.

On January 30, 2026, the SDSTA signed a Promissory Note with the First Interstate Bank for \$8,000,000. This agreement represents a fixed rate revolving line of credit. Collateral for this line of credit includes the SDSTA's Account Receivable. The SDSTA has not drawn down any funding from this line of credit. The maturity date is October 1, 2026, at which time we will renew for another one-year term.

On July 19, 2024, Sanford Underground Research Facility Foundation received a charitable donation from Thyssen Mining Inc. of the Rock Conveyor System with an appraised value of \$16,500,000. This asset will be transferred to the SDSTA on January 1, 2028.

The SDSTA is reliant on Department of Energy funding to continue operations. Due to this concentration, cash flow is vulnerable to government shutdowns. The above-noted line of credit has been increased to ensure continued operations through these events.

On January 1, 2026, Caterpillar (CAT) ended their lease agreement with the SDSTA for use of two rooms located at the 1700-foot level. Upon exit, they donated assets and supplies to the SDSTA totaling \$14,471,849. Of this amount, \$6,116,240 is non depreciable ground support, \$8,247,439 is depreciable infrastructure and equipment, and \$180,170 is for supplies.

The SDSTA entered into a short-term insurance loan agreement with Capital Premium Financing, LLC. for \$810,329 on December 11, 2025, which will term on November 1, 2026. Annual percentage rate on this loan is 7.69%.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(10) Significant Contingencies - Litigation

At June 30, 2026, the SDSTA is a member of a large customer group that filed a Petition to Intervene with the South Dakota Public Utilities Commission regarding proposed Black Hills Energy rate increases.

(11) Construction Work in Process

The SDSTA accumulates the costs of construction projects in Construction Work in Progress until the project is completed and/or placed in service. Some of the ongoing improvement projects are capitalized as they progress. As of June 30, 2026, construction work in progress was at \$3,769,816.

(12) Continuing Operations

On September 30, 2019, the SDSTA transitioned to a five-year Cooperative Agreement, with a five-year extension effective September 29, 2024, totaling \$208,000,000 with the DOE's Office of Science – Integrated Support Center. In 2026 the SDSTA received an additional \$6,000,000, bringing the total current and future funding to \$214,000,000. The SDSTA's federal fiscal year 2027 operating budget is \$38,911,103 and Infrastructure Improvement Project budget is \$2,088,897.

LBNF/DUNE Logistics Support Services was renewed in August 2024 and will continue with Fermi Forward Discovery Group through December 31, 2026. Other agreements include General Site Services through September 30, 2026, Bullgang operations through April 30, 2027, Professional Staff Services through October 31, 2030, and Occupational Health Services through March 31, 2029. Additionally, SDSTA support for the LZ experiment operations through a DOE grant have been extended to September 2028.

(13) Related Party Transactions

Chair Peterson, SDSTA Board Chairperson and SURFF Board Member, has a minority ownership interest in Warne Chemical and Equipment Company in Rapid City. There are occasional purchases at the standard price by SDSTA, but no other contracts. Linn Evans, SDSTA and SURFF board member, is also CEO of Black Hills Corporation. The SDSTA purchases electricity from Black Hills Corporation.

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2026

(14) Blended Component Unit Condensed Financial Information

**SANFORD UNDERGROUND RESEARCH FACILITY FOUNDATION
CONDENSED STATEMENT OF NET POSITION
JUNE 30, 2026**

ASSETS

Current Assets

Cash in Local Bank	\$	117,422
Contributions Receivable		83,500
Total Current Assets		200,922

Noncurrent Assets (Net) (Note 4)	\$	14,300,000
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TOTAL ASSETS	\$	14,500,922
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Deferred Inflows of Resources	\$	80,000
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NET POSITION

Restricted for:

Davis-Bachall	\$	20,250
Interns		57,512
Public Outreach		41,622
Restricted for Capital Assets		14,300,000
The Institute for Underground Science at SURF		550
Unrestricted Net Position		988
TOTAL NET POSITION	\$	14,420,922

**CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
JUNE 30, 2026**

Restricted Revenue

Garden	\$	1,661
Interns		28,929
Public Outreach		61,347
STEM Education		113
Institute for Underground Science		600
Miscellaneous and Unrestricted Revenue		28,152
Total Revenue		120,802

Expenses

Depreciation Expense	\$	1,100,000
Payments to Primary Government		106,971
Total Expenses		1,206,971

Change in Net Position	(1,086,169)
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Net Position -- Beginning of Year	15,507,091
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Net Position -- End of Year	\$	14,420,922
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**CONDENSED STATEMENT OF CASH FLOWS
JUNE 30, 2026**

Cash from Operating Activities		
Net Income	\$	(1,086,169)
Depreciation		1,100,000
Change in Contributions Receivable		16,500
Change in Deferred Revenue		(20,000)
Total Cash from Operating Activities		10,331

Cash and Cash Equivalents at Beginning of Year	107,090
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Cash and Cash Equivalents at End of Year	\$	117,422
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REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of the Proportionate Share of the Net Pension Liability (Asset) and
Schedule of the SDSTA Contributions

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)

South Dakota Retirement System

Last 10 Fiscal Years *

Fiscal Year	SDSTA's Proportion of the Net Pension Liability/Asset	SDSTA's Proportionate Share of the Net Pension Liability/(Asset)	SDSTA'S Covered Payroll	SDSTA's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
2026	0.616653%	\$ 52,447	\$ 17,750,795	-0.30%	100.10%
2025	0.629994%	\$ (25,502)	\$ 17,195,333	0.15%	100.00%
2024	0.622007%	\$ (60,711)	\$ 15,829,925	0.38%	100.10%
2023	0.614540%	\$ (58,078)	\$ 14,431,476	0.40%	100.10%
2022	0.617704%	\$ (4,730,555)	\$ 13,727,913	34.46%	105.52%
2021	0.566589%	\$ (24,607)	\$ 12,193,592	0.20%	100.04%
2020	0.494948%	\$ (52,451)	\$ 10,237,119	0.51%	100.09%
2019	0.444463%	\$ (10,366)	\$ 8,995,983	0.12%	100.02%
2018	0.488166%	\$ (44,302)	\$ 9,596,007	-0.46%	100.10%
2017	0.502736%	\$ 1,698,193	\$ 9,256,007	-18.35%	96.89%

* The amounts presented for each fiscal year were determined as of the measurement date of the collective net pension liability (asset) which is 6/30 of previous fiscal year.

SCHEDULE OF THE AUTHORITY CONTRIBUTIONS

South Dakota Retirement System

Last 10 Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2026	\$ 1,192,442	\$ 1,192,442	\$ -	\$ 19,140,371	6.23%
2025	\$ 1,100,499	\$ 1,100,499	\$ -	\$ 17,750,795	6.20%
2024	\$ 1,060,468	\$ 1,060,468	\$ -	\$ 17,195,333	6.17%
2023	\$ 962,630	\$ 962,630	\$ -	\$ 15,829,925	6.08%
2022	\$ 880,457	\$ 880,457	\$ -	\$ 14,431,476	6.10%
2021	\$ 841,062	\$ 841,062	\$ -	\$ 13,727,913	6.13%
2020	\$ 746,095	\$ 746,095	\$ -	\$ 12,193,592	6.12%
2019	\$ 631,417	\$ 631,417	\$ -	\$ 10,237,119	6.17%
2018	\$ 554,398	\$ 554,398	\$ -	\$ 8,995,983	6.16%
2017	\$ 595,112	\$ 595,112	\$ -	\$ 9,596,007	6.20%

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of the Proportionate Share of the Net Pension Liability (Asset) and
Schedule of the SDSTA Contributions (Continued)

Changes from Prior Valuation

The June 30, 2024, Actuarial Valuation reflects no changes to the plan provisions or actuarial methods and one change to the actuarial assumptions from June 30, 2023, Actuarial Valuation.

The details of the changes since the last valuation are as follows:

Benefit Provision Changes

During the 2024 Legislative Session no significant SDRS benefit changes were made.

Actuarial Method Changes

No changes in actuarial methods were made since the prior valuation.

Actuarial Assumption Changes

The SDRS COLA equals the percentage increase in the most recent third calendar quarter CPI-W over the prior year, no less than 0% and no greater than 3.5%. However, if the Fair Value Funded Ratio (FVFR) assuming the long-term COLA is equal to the baseline COLA assumption (currently 2.25%) is less than 100%, the maximum COLA payable will be limited to the increase that if assumed on a long-term basis, results in a FVFR equal to or exceeding 100%.

As of June 30, 2023, the FVFR assuming the long-term COLA is equal to the baseline COLA assumption (2.25%) was less than 100% and the July 2024 SDRS COLA was limited to a restricted maximum of 1.91%. For the June 30, 2023 Actuarial Valuation, future COLAs were assumed to equal the restricted maximum COLA assumption of 1.91%.

As of June 30, 2024, the FVFR assuming future COLAs equal to the baseline COLA assumption of 2.25% is again less than 100% and the July 2025 SDRS COLA is limited to a restricted maximum of 1.71%. The July 2025 SDRS COLA will equal inflation, between 0% and 1.71%. For this June 30, 2024, Actuarial Valuation, future COLAs were assumed to equal the restricted maximum COLA of 1.71%.

Actuarial assumptions are reviewed for reasonableness annually and reviewed in depth periodically, with the next experience analysis anticipated before the June 30, 2027, Actuarial Valuation and any recommended changes approved by the Board of Trustees are anticipated to be first implemented in the June 30, 2027 Actuarial Valuation.

SUPPLEMENTARY INFORMATION

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

**SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED JUNE 30, 2026**

Personnel Services	
Employee Salaries	\$ 16,654,224
Employee Benefits	9,625,170
Total Personal Services	26,279,394
Contractual Services	
Equipment Rental	539,192
Contractual - Other	1,954,997
Insurance	1,906,561
Lobbying	230,000
Computer Services	5,057
Telecommunications	153,792
Monitoring and Programming	47,737
Legal Consultant	91,156
Training	133,484
Consultant Fees - Accounting and Auditing	60,552
Promotion and Advancement	36,989
Dues and Memberships	100,581
Utilities	2,656,306
Maintenance and Repairs	418,131
Total Contractual Services	8,334,535
Supplies, Materials, Travel and Other Operating Expenses	
Supplies and Equipment	3,071,881
Information Technology Supplies & Fees	993,294
Other Expenses	364,454
Office Supplies and Equipment	78,012
Licenses and Permits	10,532
Workshop and Registration Fees	18,298
Travel	294,235
Bank Charges	13,077
Total Supplies, Materials and Other Operating Expenses	4,843,783
Depreciation and Amortization Expense	6,344,183
Total Operating Expenses	\$ 45,801,895

SOUTH DAKOTA SCIENCE AND TECHNOLOGY AUTHORITY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2026

	Pass-Through Numbers	Federal AL Number	Amount
<i>National Science Foundation</i>			
Pass-Through Black Hills State University STEM Education - K-12 Teacher Professional Development Support	CT004853	41.076	\$ 2,922
<i>National Science Foundation</i>			
Pass-Through Black Hills State University STEM Education - SURF Education & Outreach Professional Development	CT011875	41.076	\$ 24,233
<i>National Science Foundation</i>			
Pass-Through Black Hills State University STEM Education - Collaborative Research: E-CORE	2412055	41.076	\$ 49,476
<i>National Science Foundation</i>			
Pass-Through South Dakota School of Mines & Technology CASPAR Project	UA-20150201-Rev2	47.049	\$ 121
<i>U.S. Department of Energy</i>			
Pass-Through the Regents of the University of California LUX/Zeplin (LZ) Experiment Operations - Engineer/Research Supp.	7650068	81.UNKNOWN	\$ 27,906
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)LBNF Prof.Staff Serv.	671265	81.UNKNOWN	\$ 330,708
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)LBNF Bull Gang	724345	81.UNKNOWN	\$ 3,195,050
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)LBNF BSI Logs Support	713179	81.UNKNOWN	\$ 3,464,606
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)LBNF Misc. Engineering	717402	81.UNKNOWN	\$ 86,813
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)LBNF General Site Services	711484	81.UNKNOWN	\$ 239,880
<i>U.S. Department of Energy</i>			
Pass-Through Battelle Memorial Institute, Pacific Northwest Division Development, Monitoring, and Control of Fracture Thermal Energy Storage in Crystalline Rock (DEMO-FTES)	700997	81.UNKNOWN	\$ 2,430
<i>U.S. Department of Energy</i>			
Office of Science - Chicago Office of Acquisition/Assistance	HEBYAQ8MUEU3	81.049	\$ 33,036,099
<i>U.S. Department of Energy</i>			
Office of Science - Chicago Office of Acquisition/Assistance	HEBYAQ8MUEU3	81.049	\$ 994,813
<i>National Nuclear Security Administration</i>			
Pass-Through South Dakota School of Mines & Technology Small Business Technology Transfer Program	CT008480	81.RD	\$ 1,267
<i>National Nuclear Security Administration</i>			
Pass-Through South Dakota School of Mines & Technology MJD/LEGEND Cleanroom & Electroforming Operations	CT010819	81.RD	\$ 3,185
<i>National Aeronautics & Space Administration</i>			
Pass-Through South Dakota School of Mines & Technology South Dakota Space Grant Consortium	SDSMT-SDSTA 21-19	43.008	\$ 573
<i>U.S. Environmental Protection Agency</i>			
Brownfields Multipurpose, Assessment, & Cleanup Agreement	00108600	66.818	\$ 26,031
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)FDC Bull Gang	730766	81.UNKNOWN	\$ 1,074,857
<i>U.S. Department of Energy</i>			
Pass-Through Fermi National Accelerator Laboratory SURF(Sanford Underground Research Facility)LBNF Prof.Staff Serv.	734689	81.UNKNOWN	\$ 76,196
<i>National Aeronautics & Space Administration</i>			
Pass-Through South Dakota State University South Dakota Space Grant Consortium	3TB078	43.008	\$ 6,156
Total			\$ 42,643,322

Note: The schedule of expenditures of federal awards is presented on the cash basis of accounting.