

SOUTH DAKOTA
ECONOMIC DEVELOPMENT FINANCE AUTHORITY

FINANCIAL REPORT

(Compiled)

September 30, 2015

CONTENTS

	<u>Page</u>
ACCOUNTANT'S COMPILATION REPORT ON THE FINANCIAL STATEMENTS	1
FINANCIAL STATEMENTS	
Statement of Net Assets	2
Statement of Revenues, Expenses and Changes in Fund Net Assets	3
Statement of Cash Flows	4

Clausen & Rice, LLP

Certified Public Accountants and Business Consultants

John E. Clausen, CPA

johnclausen.cpa@midconetwork.com

Daniel T. Rice, CPA

danrice.cpa@midconetwork.com

Accountant's Compilation Report

To the Board of Directors
South Dakota Economic Development Finance Authority
Pierre, South Dakota

We have compiled the accompanying financial statements of South Dakota Economic Development Finance Authority (a Non-Major Component Unit of the State of South Dakota) as of September 30, 2015 and for the quarter then ended, which collectively comprise the Entity's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

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 designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Entity's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to South Dakota Economic Development Finance Authority.

Clausen & Rice, LLP

Pierre, South Dakota
October 26, 2015

South Dakota
Economic Development Finance Authority
Statement of Net Position
September 30, 2015
See Accountant's Compilation Report

ASSETS

Cash and investments	10,104,087.81
Loans receivable - net of allowance of \$283,367	15,698,867.35
Loan interest receivable	66,415.26
Investment income receivable	16,732.50
Accounts Receivable	2,350.00
Deferred Charges	0.00

TOTAL ASSETS

25,888,452.92

LIABILITIES

Accounts payable	16,764.00
Accrued Interest payable	403,391.26
Due to other governments	389,172.88
Bonds payable	15,290,000.00
Long term loan escrow payable	845,961.76
Amounts held in custody for others	0.00

TOTAL LIABILITIES

16,945,289.90

NET POSITION

Restricted for Debt Service	5,000,000.00
Unrestricted	3,943,163.02

TOTAL NET POSITION

8,943,163.02

TOTAL LIABILITIES AND NET POSITION

25,888,452.92

South Dakota
Economic Development Finance Authority
Statement of Revenues, Expenses, & Changes in Net Position
For the Period Ending September 30, 2015
See Accountant's Compilation Report

	Current Period Jul to Sep	Year to Date
OPERATING REVENUE		
Interest income on loans	239,247.44	239,247.44
LESS OPERATING EXPENSES		
Administrative expenses	17,825.60	17,825.60
Interest expense	200,810.66	200,810.66
Refund to Institution	-	-
Payments to Loan Recipients	-	-
NET INCOME (LOSS) FROM OPERATIONS	20,611.18	20,611.18
NONOPERATING REVENUE		
Investment Income	16,513.38	16,513.38
NET INCOME (LOSS)	37,124.56	37,124.56
NET POSITION, BEGINNING	8,906,038.46	8,906,038.46
NET POSITION, ENDING	8,943,163.02	8,943,163.02

South Dakota
Economic Development Finance Authority
Statement of Cash Flows
For the Period Ending September 30, 2015
See Accountant's Compilation Report

	<u>Current Period Jul to Sep</u>	<u>Year to Date</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Income (Loss)	37,124.56	37,124.56
Adjustments to Reconcile Net Income to Net Cash provided from (used in) Operating Activities:		
(Increase) Decrease in Loans Receivable	311,206.10	311,206.10
(Increase) Decrease in Loan Interest Receivable	-	-
(Increase) Decrease in Investment Income Receivable	(681.75)	(681.75)
Increase (Decrease) in Accounts Payable	-	-
Increase (Decrease) in Accrued Interest Payable	200,810.66	200,810.66
Increase (Decrease) in Due to State General Fund	-	-
Increase (Decrease) in Due to Other Governments	-	-
Increase (Decrease) in Bonds Payable	-	-
Increase (Decrease) in Long Term Escrow Payable	919.69	919.69
Increase (Decrease) in Amounts Held in the Custody for Others	-	-
	549,379.26	549,379.26
NET INCREASE IN CASH AND INVESTMENTS	549,379.26	549,379.26
CASH AND INVESTMENTS - BEGINNING	9,554,708.55	9,554,708.55
CASH AND INVESTMENTS - ENDING	10,104,087.81	10,104,087.81