

**SOUTH DAKOTA**  
**ECONOMIC DEVELOPMENT FINANCE AUTHORITY**

**FINANCIAL REPORT**

**(Compiled)**

**September 30, 2016**

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## Accountant's Compilation Report

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

Management is responsible for 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, 2016, and the related statements of revenues, expenses and changes in net fund assets and cash flows for the three months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these 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, the 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  
November 14, 2016

**South Dakota  
Economic Development Finance Authority  
Statement of Net Position  
September 30, 2016  
See Accountant's Compilation Report**

**ASSETS**

Cash and investments	10,081,160.75
Loans receivable - net of allowance of \$283,367	9,376,005.70
Loan interest receivable	38,578.52
Investment income receivable	19,306.44
Accounts Receivable	0.00
Deferred Charges	0.00
	<u>19,515,051.41</u>
<b>TOTAL ASSETS</b>	<b><u>19,515,051.41</u></b>

**LIABILITIES**

Accounts payable	4,387.15
Accrued Interest payable	230,116.25
Due to other governments	361,226.61
Bonds payable	9,120,000.00
Long term loan escrow payable	847,902.61
Amounts held in custody for others	0.00
	<u>10,563,632.62</u>
<b>TOTAL LIABILITIES</b>	<b><u>10,563,632.62</u></b>

**NET POSITION**

Restricted for Debt Service	5,000,000.00
Unrestricted	3,951,418.79
	<u>8,951,418.79</u>
<b>TOTAL NET POSITION</b>	<b><u>8,951,418.79</u></b>

<b>TOTAL LIABILITIES AND NET POSITION</b>	<b><u>19,515,051.41</u></b>
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**South Dakota**  
**Economic Development Finance Authority**  
**Statement of Revenues, Expenses, & Changes in Net Position**  
**For the Year Period Ending September 30, 2016**  
**See Accountant's Compilation Report**

	<u>Current Period July to Sept</u>	<u>Year to Date</u>
<b>OPERATING REVENUE</b>		
Interest income on loans	121,070.36	121,070.36
<b>LESS OPERATING EXPENSES</b>		
Administrative expenses	4,387.15	4,387.15
Interest expense	114,236.70	114,236.70
Refund to Institution	-	-
Payments to Loan Recipients	-	-
<b>NET INCOME (LOSS) FROM OPERATIONS</b>	<u>2,446.51</u>	<u>2,446.51</u>
<b>NONOPERATING REVENUE</b>		
Investment Income	<u>21,909.06</u>	<u>21,909.06</u>
<b>NET INCOME (LOSS)</b>	24,355.57	24,355.57
<b>NET POSITION, BEGINNING</b>	8,927,063.22	8,927,063.22
<b>NET POSITION, ENDING</b>	<u><u>8,951,418.79</u></u>	<u><u>8,951,418.79</u></u>

**South Dakota**  
**Economic Development Finance Authority**  
**Statement of Cash Flows**  
**For the Year Period Ending September 30, 2016**  
**See Accountant's Compilation Report**

	Current Period July to Sept	Year to Date
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net Income (Loss)	24,355.57	24,355.57
Adjustments to Reconcile Net Income to		
Net Cash provided from (used in) Operating Activities:		
(Increase) Decrease in Loans Receivable	113,405.22	113,405.22
(Increase) Decrease in Loan Interest Receivable	-	-
(Increase) Decrease in Investment Income Receivable	613.93	613.93
Increase (Decrease) in Accounts Payable	-	-
Increase (Decrease) in Accrued Interest Payable	114,236.70	114,236.70
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	2,173.27	2,173.27
Increase (Decrease) in Amounts Held in the Custody for Others	-	-
	254,784.69	254,784.69
<b>NET INCREASE IN CASH AND INVESTMENTS</b>	254,784.69	254,784.69
<b>CASH AND INVESTMENTS - BEGINNING</b>	9,826,376.06	9,826,376.06
<b>CASH AND INVESTMENTS - ENDING</b>	10,081,160.75	10,081,160.75