

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, DECEMBER 11, 2018, 9:30 A.M. CT**

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**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, DECEMBER 11, 2018, 9:30 A.M. CT**

**Board
Members:**

Jeff Erickson

Dale Clement

*Sharon
Casey*

John Calvin

Mike Luken

Ted Husted

*Don
Kettering*

*Pat
Prostrollo*

Tom Jones

*Norbert
Sebade*

Reed Kessler

Pat Costello

Matt Judson

Non-Voting

*Spencer
Hawley*

Billie Sutton

Lee Qualm

Blake Curd

**Motion Sheet
(STAFF RECOMMENDATIONS)**

Agenda

Motion to approve the agenda as presented.

Motion made by _____ and seconded by _____.

Minutes

Motion to approve the minutes of the meetings held November 13, 2018, November 20, 2018 and December 3, 2018, as presented

Motion made by _____ and seconded by _____.

Conflicts of Interest Disclosures

Public Comments

Commissioners Comments

Executive Session

Motion to enter into executive session to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion made by _____ and seconded by _____.

Chairman: Declare board out of executive session. [a.m.]. Chairman: The BED entered into executive session to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants. No action was taken.

Motion to approve the chairman's report from executive session.

Motion made by _____ and seconded by _____.

Loan Review Summary

Red's All Natural, LLC

Motion to approve the loan reviews and recommendations as presented.

Motion made by _____ and seconded by _____.

Grant Reviews

Economic Development Partnership Program (City of Kimball, De Smet Development Corporation, Faulkton Area Economic Development Corporation, Wagner Area Growth, Inc. and Viborg Economic Development Corporation) Local Infrastructure Improvement Program (City of Beresford, City of Mitchell and Lincoln County), Reinvestment Payment Program (Ag Processing, Inc., POET Biorefining, LLC, Ring-

Please note times:

Call To Order: _____

Executive Session _____

Regular Session _____

Adjournment _____

Neck Energy & Feed, LLC and Royal Canin, Us) and South Dakota Jobs Program (Century Custom Molding, Inc.)

Motion to approve the grant reviews as recommended by staff and Grant Committee.

Motion made by _____ and seconded by _____.

Old Business

Dak-Pak, LLC

Motion to approve the collateral changes as presented.

Motion made by _____ and seconded by _____.

Rosebud Economic Development Corporation

Motion to approve an extension of the grant agreement to June 30, 2019, retroactive to October 11, 2018.

Motion made by _____ and seconded by _____.

New Business

RPC Land, LLC

Motion to approve a loan request from RPC Land, LLC in the amount of \$845,000. Secured by a shared first collateral position on the real estate, the personal guaranty of principals with 10% or more ownership and the corporate guaranty of Carstensen Contracting, Inc.

The loan is approved according to the terms and conditions of the commitment letter; all documents may be executed on behalf of the Board by the Commissioner of the Governor's Office of Economic Development or the Commissioner's designee.

Motion made by _____ and seconded by _____.

Watertown Development Company

Motion to approve a loan request from Watertown Development Company in the amount of \$931,900. Secured by a shared first position on the real estate and assignment for lease.

The loan is approved according to the terms and conditions of the commitment letter; all documents may be executed on behalf of the Board by the Commissioner of the Governor's Office of Economic Development or the Commissioner's designee.

Motion made by _____ and seconded by _____.

Economic Development Partnership Program

Wagner Area Growth, Inc.

A motion to approve as recommended by staff and Grant Committee.

Wagner Area Growth, Inc.

Approve an Economic Development Partnership grant award to Wagner Area Growth, Inc. in the amount of \$1,000.00, to be granted in accordance with the board's Economic Development Partnership Aware Policy for Training Only.

Motion made by _____ and seconded by _____.

Local Infrastructure Improvement Program
Edmunds County and Turner County

A motion to approve as recommended by staff and Grant Committee.

Edmunds County

Approve a Local Infrastructure Improvement grant award to Edmunds County in the amount of \$273,702, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

Turner County

Approve a Local Infrastructure Improvement grant award to Turner County in the amount of \$163,500 not to exceed 50% of the total project, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

Motion made by _____ and seconded by _____.

Reinvestment Payment Program
Coyote Ridge Wind, LLC

Motion to approve the Reinvestment Payment Application to Coyote Ridge Wind, LLC as recommended by staff.

Based on the representations and project description contained in the application for reinvestment payment, including but not limited to the representations concerning jobs created or retained and wages and benefits to be paid, a new or expanded facility reinvestment payment of \$3,703,613 but not to exceed 70 percent of State Sales/Use Tax paid on eligible project costs, is approved for Coyote Ridge Wind LLC. The project as completed must be substantially similar to the project described in the application and must comply with the deadlines set out SDCL Ch. 1-16G and ARSD Ch. 68:02:07. The board has considered the factors set out in SDCL 1-16G-59 and ARSD 68:02:07:04 and the likelihood the project would not be located in South Dakota absent the reinvestment payment. Staff is authorized to issue a permit consistent with the application, this approval and the applicable provisions of SDCL Ch. 1-16G and ARSD Ch. 68:02:07.

Motion made by _____ and seconded by _____.

Deuel Harvest Wind Energy, LLC

Motion to approve the Reinvestment Payment Application to Deuel Harvest Wind Energy, LLC as recommended by staff.

Based on the representations and project description contained in the application for reinvestment payment, including but not limited to the representations concerning jobs created or retained and wages and benefits to be paid, a new or expanded facility reinvestment payment of \$9,236,588 but not to exceed 70% percent of State Sales/Use Tax paid on eligible project costs, is approved for Deuel Harvest Wind Energy, LLC. The project as completed must be substantially similar to the project described in the application and must comply with the

deadlines set out SDCL Ch. 1-16G and ARSD Ch. 68:02:07. The board has considered the factors set out in SDCL 1-16G-59 and ARSD 68:02:07:04 and the likelihood the project would not be located in South Dakota absent the reinvestment payment. Staff is authorized to issue a permit consistent with the application, this approval and the applicable provisions of SDCL Ch. 1-16G and ARSD Ch. 68:02:07.

Motion made by _____ and seconded by _____.

Ethanol Products, LLC

Motion to approve the Reinvestment Payment Application to Ethanol Products, LLC as recommended by staff.

Based on the representations and project description contained in the application for reinvestment payment, including but not limited to the representations concerning jobs created or retained and wages and benefits to be paid, a new or expanded facility reinvestment payment of \$45,000 but not to exceed the State Sales/Use Tax paid on eligible project costs, is approved for Ethanol Products, LLC. The project as completed must be substantially similar to the project described in the application and must comply with the deadlines set out SDCL Ch. 1-16G and ARSD Ch. 68:02:07. The board has considered the factors set out in SDCL 1-16G-59 and ARSD 68:02:07:04 and the likelihood the project would not be located in South Dakota absent the reinvestment payment. Staff is authorized to issue a permit consistent with the application, this approval and the applicable provisions of SDCL Ch. 1-16G and ARSD Ch. 68:02:07.

Motion made by _____ and seconded by _____.

Fall River Solar

Motion to approve the Reinvestment Payment Application to Fall River Solar as recommended by staff.

Based on the representations and project description contained in the application for reinvestment payment, including but not limited to the representations concerning jobs created or retained and wages and benefits to be paid, a new or expanded facility reinvestment payment of \$1,058,564 but not to exceed 70 percent of State Sales/Use Tax paid on eligible project costs, is approved for Fall River Solar. The project as completed must be substantially similar to the project described in the application and must comply with the deadlines set out SDCL Ch. 1-16G and ARSD Ch. 68:02:07. The board has considered the factors set out in SDCL 1-16G-59 and ARSD 68:02:07:04 and the likelihood the project would not be located in South Dakota absent the reinvestment payment. Staff is authorized to issue a permit consistent with the application, this approval and the applicable provisions of SDCL Ch. 1-16G and ARSD Ch. 68:02:07.

Motion made by _____ and seconded by _____.

US Foods

Motion to approve the Reinvestment Payment Application to US Foods as recommended by staff.

Based on the representations and project description contained in the application for reinvestment payment, including but not limited to the representations concerning jobs created or retained and wages and benefits to be paid, a new or expanded facility reinvestment payment of \$67,500 not to exceed State Sales/Use Tax paid on eligible project costs, is approved for US Foods, Inc. The project as completed must be substantially similar to the project described in the application and must comply with the deadlines set out SDCL Ch. 1-16G and ARSD Ch. 68:02:07. The board has considered the factors set out in SDCL 1-16G-59 and ARSD 68:02:07:04 and the likelihood the project would not be located in South Dakota absent the reinvestment payment. Staff is authorized to issue a permit consistent with the application, this approval and the applicable provisions of SDCL Ch. 1-16G and ARSD Ch. 68:02:07.

Motion made by _____ and seconded by _____.

South Dakota Jobs Program
Benaiah Management Company, Inc.

Motion to approve the South Dakota Jobs grant application to Benaiah Management Company, Inc. as recommended by staff.

Having considered the applicable factors and the likelihood the project would not occur in South Dakota without a grant, a South Dakota Jobs grant in the amount of \$100,000, but not to exceed 50% of the State Sales and Use Tax paid on eligible equipment costs during the first year of the project, is approved for Benaiah Management Company, Inc. The project as completed must be substantially similar to the project described in the application and must comply with the applicable deadlines and requirements set forth in statute and administrative rule.

Motion made by _____ and seconded by _____.

Adjourn

Motion made by _____ and seconded by _____.

A

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, SD
TUESDAY, DECEMBER 11, 2018, 9:30 A.M. CT**

REGULAR SESSION AGENDA

9:30 A.M. Call To Order, Chairman Jeff Erickson

9:35 A.M.

Agenda

RECOMMENDED ACTION: Motion to approve the agenda as provided or amended.

Minutes

RECOMMENDED ACTION: Motion to approve the minutes of November 13, 2018, November 20, 2018 and December 3, 2018, as presented.

Conflicts of Interest Disclosures

Public Comments

Monthly Financials

RECOMMENDED ACTION: No action taken.

9:40 A.M.

Commissioner's Comments

9:50 A.M.

Executive Session

RECOMMENDED ACTION: Motion to enter into executive session to discuss contract matters and commercial and financial information relating to loan and other assistance applicants.

10:40 A.M.

Report from Executive Session

RECOMMENDED ACTION: Approve Chairman's report from Executive Session.

Other Motions

Loan Review Summary

Grant Reviews

Dak-Pak, LLC

Rosebud Economic Development Corporation

Watertown Development Company

RPC Land, LLC

Economic Development Partnership Program

Wagner Area Growth, Inc.

Local Infrastructure Improvement Program

Edmunds County

Turner County

Reinvestment Payment Program

Coyote Ridge Wind, LLC

Deuel Harvest Wind Energy, LLC

Ethanol Products, LLC

Fall River Solar

US Foods

South Dakota Jobs Program
Benaiah Management Company, Inc.

Bills

Department of Legislative Audit - \$6,487.00

Notice is further given to persons with disabilities that this meeting is being held in a physically accessible place. Please notify the above mentioned office within 48 hours of the public hearing if you have special needs for which this agency will make the necessary arrangements.

Participation in the meeting can be at GOED at 711 E Wells Ave, Pierre, South Dakota, or the GOED office at the Zeal Center for Entrepreneurship at 2329 N. Career Avenue, Sioux Falls, South Dakota.

B

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, NOVEMBER 13, 2018, 9:30 A.M. CT**

Members Present

Chairman Jeff Erickson, Dale Clement, Sharon Casey, John Calvin, Mike Luken, Don Kettering, Pat Prostrollo, Pat Costello, Matt Judson and Spencer Hawley

Staff Present

Commissioner Scott Stern, Deputy Commissioner Aaron Scheibe, Cassie Stoesser, Ashley Moore, LaJena Gruis, Cassidy Kulesa, Dale Knapp and Natalie Likness

Other Staff Present

Mike Bietz - BankWest, Inc.

Others Present

Bob Mercer

Call to Order

Chairman Erickson called the meeting to order at 9:30 a.m.

Agenda

A motion was made by John Calvin and seconded by Sharon Casey to approve the agenda as presented.

Motion passed by a roll call vote.

Minutes

A motion was made by Pat Prostrollo and seconded by to approve the minutes of the meetings held October 25, 2018 and November 5, 2018, as presented.

Motion passed by a roll call vote.

Chairman Erickson opened the floor for board members to identify potential conflicts under SDCL Chapter 3-23. There were none from board members and no objection to proceeding with the agenda.

Public Comments - none

Executive Session

A motion was made by Don Kettering and seconded by Mike Luken to enter into executive session at 9:37 a.m. to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion passed by a roll call vote.

Executive Session Report

The Chairman declared the board out of executive session at 9:54 a.m. The Chairman reported that the Board of Economic Development entered into Executive Session to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants. No action was taken.

A motion was made by Sharon Casey and seconded by John Calvin to approve the Chairman's report from executive session.

Motion passed by a roll call vote.

Loan Review Summary

Bel Brands USA, Inc. and Natural Dakota Soy, LLC

A motion was made by Pat Prostrollo and seconded by John Calvin to approve the loan reviews and recommendations as presented.

Motion passed by a roll call vote.

Old Business

PEDCO/South Dakota Pulse Processors, LLC

A motion was made by Don Kettering and seconded by Mike Luken to approve the recommendations for changes to the loan documents as presented.

Motion passed by a roll call vote.

Adjourn

A motion was made by Matt Judson and seconded by Dale Clement to adjourn the meeting at 9:56 a.m.

Motion passed by a roll call vote.

Dale Clement, Secretary or Matt Judson, Treasurer

GRANT COMMITTEE
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, NOVEMBER 20, 2018, 2:00 P.M. CT

Members Present

Chairman Don Kettering, Mike Luken, Ted Husted and Sharon Casey

Staff Present

Cassie Stoesser, Ashley Moore and LaJena Gruis

Call to Order

Chairman Kettering called the meeting to order at 2:01 p.m.

Agenda

A motion was made by Sharon Casey and seconded by Mike Luken to approve the agenda as presented.

Motion passed by a roll call vote.

Conflicts Disclosure – Chairman Kettering opened the floor for committee members to identify potential conflicts under SDCL Chapter 3-23. The Chairman opened up the floor for questions and discussion concerning the potential conflicts; there were none from committee members and no objection to proceeding with the agenda.

Public Comments – none

Executive Session

A motion was made by Mike Luken and seconded by Sharon Casey to enter into executive session at 2:03 p.m. to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion passed by a roll call vote.

Executive Session Report

The Chairman declared the Grant Committee out of executive session at 2:38 p.m. The Chairman reported that the Board of Economic Development Grant Committee entered into Executive Session to discuss commercial and financial information relating to loan and other assistance to applicants. No action taken.

A motion was made by Ted Husted and seconded by Sharon Casey to approve the chairman's report from executive session.

Motion passed by a roll call vote.

Grant Reviews

Economic Development Partnership Program (City of Kimball, De Smet Development Corporation, Faulkton Area Economic Development Corporation, Wagner Area Growth, Inc. and Viborg Economic Development Corporation) Local Infrastructure Improvement Program (City of Beresford, City of Mitchell and Lincoln County), Reinvestment Payment Program (Aq Processing, Inc., POET Biorefining, LLC, Ring-Neck Energy & Feed, LLC and Royal Canin, US) and South Dakota Jobs Program (Century Custom Molding, Inc.)

Grant Committee recommends to the Board approving the grant reviews as presented.

A motion was made by Mike Luken and seconded by Ted Husted.

Motion passed by a roll call vote.

New Business

Economic Development Partnership Program

Wagner Area Growth, Inc.

Grant Committee recommends to the Board approving as recommended by staff.

Wagner Area Growth, Inc.

Approve an Economic Development Partnership grant award to Wagner Area Growth, Inc. in the amount of \$1,000.00, to be granted in accordance with the board's Economic Development Partnership Aware Policy for Training Only.

A motion was made by Sharon Casey and seconded by Mike Luken.

Motion passed by a roll call vote.

Local Infrastructure Improvement Program

Edmunds County and Turner County

Grant Committee recommends to the Board approving as recommended by staff.

Edmunds County

Approve a Local Infrastructure Improvement grant award to Edmunds County in the amount of \$273,702, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

Turner County

Approve a Local Infrastructure Improvement grant award to Turner County in the amount of \$163,500 not to exceed 50% of the total project, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

A motion was made by Ted Husted and seconded by Sharon Casey.

Motion passed by a roll call vote.

Adjourn

A motion was made by Mike Luken and seconded by Ted Husted to adjourn the meeting at 2:31 p.m.

Motion passed by a roll call vote.

Dale Clement, Secretary or Matt Judson, Treasurer

**CREDIT COMMITTEE
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
MONDAY, DECEMBER 3, 2018, 2:00 P.M. CT**

Members Present

Chairman Jeff Erickson, Don Kettering, Dale Clement, Pat Prostrollo, Norbert Sebade and Reed Kessler

Staff Present

Interim Commissioner Aaron Scheibe, Cassie Stoesser, Ashley Moore, LaJena Gruis and Cassidy Kulesa

Other Staff Present

Mike Bietz and Laura Hansen - BankWest, Inc.

Call to Order

Chairman Erickson called the meeting to order at 2:01 p.m.

Agenda

A motion was made by Pat Prostrollo and seconded by Don Kettering to approve the agenda as presented.

Motion passed by a roll call vote.

Conflicts Disclosure – Chairman Erickson opened the floor for committee members to identify potential conflicts under SDCL Chapter 3-23. There were none from committee members and no objection to proceeding with the agenda.

Public Comment Period – none

Executive Session

A motion was made by Dale Clement and seconded by Pat Prostrollo to enter into executive session at 2:03 p.m. to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion passed by a roll call vote.

Executive Session Report

The Chairman declared the Credit Committee out of executive session at 2:42 p.m. The Chairman reported that the Board of Economic Development Credit Committee entered into Executive Session to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants. No action was taken.

A motion was made by Don Kettering and seconded by Pat Prostrollo to approve the chairman's report from executive session.

Motion passed by a roll call vote.

Loan Review

Red's All Natural, LLC

Credit Committee recommends to the Board to accept the loan review and recommendation as presented and modified.

A motion was made by Reed Kessler and seconded by Norbert Sebade.

Motion passed by a roll call vote.

Old Business

Dak-Pak, LC

Credit Committee recommends to the Board approving collateral changes as presented.

A motion was made by Dale Clement and seconded by Norbert Sebade.

Motion passed by a roll call vote.

New Business

RPC Land, LLC

Credit Committee recommends to the Board approving the application as presented.

A motion was made by Don Kettering and seconded by Dale Clement.

Motion passed by a roll call vote.

Watertown Development Company

Credit Committee recommends to the Board approving the application as presented.

A motion was made by Pat Prostrollo and seconded by Reed Kessler.

Motion passed by a roll call vote.

Adjourn

A motion was made by Dale Clement and seconded by Pat Prostrollo to adjourn the meeting at 2:46 p.m.

Motion passed by a roll call vote.

Dale Clement, Secretary or Matt Judson, Treasurer

C

**SOUTH DAKOTA REVOLVING
ECONOMIC DEVELOPMENT AND INITIATIVE FUND
FINANCIAL REPORT
(Compiled)
October 31, 2018**

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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 Revolving Economic Development and Initiative Fund
Pierre, South Dakota

Management is responsible for the accompanying financial statements of South Dakota Revolving Economic Development and Initiative Fund (an Enterprise Fund of the State of South Dakota) as of October 31, 2018, and the related statements of revenues, expenses and changes in net assets and cash flows for the four 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.

The supplementary information contained on pages 5 through 7 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to South Dakota Revolving Economic Development and Initiative Fund.

Clausen & Rice, LLP

Pierre, South Dakota
November 30, 2018

**SOUTH DAKOTA REVOLVING
ECONOMIC DEVELOPMENT AND INITIATIVE FUND**

STATEMENT OF NET ASSETS

October 31, 2018

See Accountant's Compilation Report

ASSETS

Cash and Investments-Unrestricted	\$45,863,027
Cash and Investments-Designated for Approved REDI Loans	29,619,869
Cash-SD Jobs	<u>1,977,608</u>
Total Cash and Investments	\$77,460,504
Accounts Receivable-Bankwest	7,431
Loans Receivable - REDI, net of allowance of \$812,961	38,143,430
Loan Interest Receivable	55,714
Net Pension Asset	1,514
Equipment	0
Due From Other Funds	0
Investment Income Receivable	<u>618,873</u>

TOTAL ASSETS

\$116,287,466

DEFERRED OUTFLOWS OF RESOURCES

Deferred Outflows of Resources Related to Pensions	<u>162,747</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>162,747</u>

LIABILITIES

Accounts Payable	\$12,196
Wages and Benefits Payable	\$22,291
Accrued Leave Payable	\$23,876
Net Pension Liability	\$0
Due To Other Funds	<u>\$8,003</u>

TOTAL LIABILITIES

\$66,366

DEFERRED INFLOWS OF RESOURCES

Deferred Inflows of Resources Related to Pensions	<u>29,509</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>29,509</u>

NET POSITION

Investment in Capital Assets	0
Unrestricted	<u>116,354,338</u>

TOTAL NET POSITION

\$116,354,338

TOTAL LIABILITIES AND NET POSITION

\$116,450,213

SOUTH DAKOTA REVOLVING

ECONOMIC DEVELOPMENT AND INITIATIVE FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
OPERATING REVENUE		
Interest Income on Loans - REDI	\$56,957	\$191,120
Ethanol Income - REDI	0	0
Other Income - REDI	60,296	70,714
Building South Dakota Income	0	0
LESS OPERATING EXPENSES		
Administrative Expenses	40,090	182,706
Bad Debt Expense	15,479	(62,980)
Other Expenses	481	4,811
Building South Dakota Grants	0	24,000
NET INCOME (LOSS) FROM OPERATIONS	\$61,203	\$113,297
NONOPERATING REVENUE		
Investment Income	160,402	642,442
CHANGE IN NET POSITION	\$221,605	\$755,739
NET POSITION, BEGINNING	116,132,733	115,598,599
Prior period Adjustment	0	0
NET POSITION, ENDING	<u>\$116,354,338</u>	<u>\$116,354,338</u>

**SOUTH DAKOTA REVOLVING
ECONOMIC DEVELOPMENT AND INITIATIVE FUND**

STATEMENT OF CASH FLOWS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	Current Period	Year to Date
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Position	\$221,605	\$755,739
Adjustments to Reconcile Net Income to Net Cash provided from (used in) Operating Activities:		
(Increase) Decrease in Accounts Receivable - Bankwest	0	0
(Increase) Decrease in Loans Receivable - REDI	(1,563,095)	1,124,827
(Increase) Decrease in Loan Interest Receivable	(8,019)	(20,324)
(Increase) Decrease in Loans Receivable - VASF	0	0
(Increase) Decrease in Equipment	0	0
(Increase) Decrease in VASF Fuel Tax Revenues Receivable	0	0
(Increase) Decrease in Investment Income Receivable	(160,402)	266,839
(Increase) Decrease in Due From Other Funds	0	0
(Increase) Decrease in Other Assets	0	0
Increase (Decrease) in Accounts Payable	0	0
Increase (Decrease) in Wages Payable	0	0
Increase (Decrease) in Accrued Leave Payable	0	0
Increase (Decrease) in Grants Payable	0	0
Increase (Decrease) in Due To Other Funds	0	0
	(\$1,509,911)	\$2,127,081
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Prior Period Adjustment	0	0
	(\$1,509,911)	\$2,127,081
NET INCREASE IN CASH AND INVESTMENTS		
CASH AND INVESTMENTS - BEGINNING	78,970,415	75,333,423
CASH AND INVESTMENTS - ENDING	\$77,460,504	\$77,460,504

**SOUTH DAKOTA REVOLVING
ECONOMIC DEVELOPMENT AND INITIATIVE FUND**

ADDITIONAL LOAN INFORMATION - REDI

For the Month Ending October 31, 2018

See Accountant's Compilation Report

REDI LOANS APPROVED, NOT ADVANCED

<u>Company Name</u>	<u>Approval Date</u>	<u>Loan Amount</u>
O'Conner Kiln and Dryer, Inc.	8/8/2017	\$ 440,196
JMo Holdings, Inc.	9/12/2017	\$ 3,600,000
Fiedler Holding, LLC	10/24/2017	\$ 1,152,338
Harvard Integrations, LP	11/14/2017	\$ 1,332,800
Harvard Integrations, LP	11/14/2017 (inc 8/14/18)	\$ 716,000
Intrinsic Materials Corp.	2/13/2018	\$ 2,546,302
Dak Pak, LLC	6/12/2018	\$ 1,080,000
Farmer Union Industries, LLC	6/12/2018	\$ 3,600,000
The Three Amigos, LLC	6/12/2018	\$ 654,433
K&M Tire, Inc.	8/14/2018	\$ 786,300
SSM, LLC	9/13/2018	\$ 370,500
Terex South Dakota, Inc.	9/13/2018	\$ 10,000,000
Weisser Falls Properties, LLC	9/13/2018	\$ 1,241,000
Aberdeen Dev. Corp/Innovative Proteins	10/25/2018	\$ 2,100,000
Total		<u>\$ 29,619,869</u>

See Accountant's Compilation Report

REDI LOANS ADVANCED, DURING October

<u>Company Name</u>	<u>Advanced Date</u>	<u>Loan Amount</u>
Tower Properties, LLC	10/18/2018	\$1,537,500
Vantage Point Solutions, Inc.	10/18/2018	\$1,280,945
Harvard Integrations, LP	10/26/2018	\$1,438,000
		<u>\$4,256,445</u>

REDI LOANS PAID OFF, DURING October

<u>Company Name</u>	<u>Pay-off Date</u>	<u>Original Loan Amount</u>
Aberdeen Dev. Corp./MFG	10/2/2018	\$4,500,000
Watertown Dev. Company/Nutting	10/25/2018	\$1,550,000
		<u>\$6,050,000</u>

REDI LOANS WROTE OFF, DURING October

<u>Company Name</u>	<u>Wrote-off Date</u>	<u>Amount Wrote-off</u>
None		

REDI LOANS WITHDRAWN, DURING October

<u>Company Name</u>	<u>Withdrawal Date</u>	<u>Withdrawn Amount</u>
None		

**SOUTH DAKOTA REVOLVING
ECONOMIC DEVELOPMENT AND INITIATIVE FUND
ADDITIONAL LOAN INFORMATION - SDJP
For the Month Ending October 31, 2018
See Accountant's Compilation Report**

SOUTH DAKOTA JOBS PROGRAM CASH & INVESTMENTS BALANCE

Dedicated SDJP Fund Cash and Investments Balance	9/30/2018	\$1,977,608
Plus: Investment Council Interest		0
South Dakota Jobs		0
		0
Less:		0
		0
		0
Dedicated SDJP Fund Cash and Investments Balance	10/31/2018	<u>\$1,977,608</u>

SOUTH DAKOTA JOBS PROGRAM CASH & INVESTMENTS BALANCE APPROVED, NOT ADVANCED

RESTRICTED

<u>Company Name</u>	<u>Approval Date</u>	<u>Amount Remaining</u>	
Applied Engineering, Inc.	3/14/2017	39,801	\$39,801 Authorized
			\$0 Disbursed
VRC Metal Systems, LLC	9/12/2017	45,000	\$45,000 Authorized
			\$0 Disbursed
Century Custom Molding, Inc.	10/24/2017	76,500	\$76,500 Authorized
			\$0 Disbursed
True North Steel, Inc.	4/10/2018	26,257	\$26,257 Authorized
			\$0 Disbursed
Masaba, Inc.	7/10/2018	0	\$24,000 Authorized
			\$24,000 Disbursed
MNY Group, LLC dba Life Floor	8/14/2018	17,674	\$17,674 Authorized
			\$0 Disbursed
Forest Products Distributors, Inc.	9/13/2018	21,937	\$21,937 Authorized
			\$0 Disbursed
		<u>\$227,169</u>	

UNRESTRICTED

Total South Dakota Jobs Program Cash and Investments	\$1,977,608
Less Cash and Investments-Restricted for Approved Loans/Grants	\$227,169
Total Unrestricted South Dakota Jobs Program Cash and Investments	<u>\$1,750,439</u>

**SOUTH DAKOTA ECONOMIC
DEVELOPMENT PARTNERSHIP PROGRAM
FINANCIAL REPORT
(Compiled)
October 31, 2018**

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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 Governor's Office of Economic Development
South Dakota Economic Development Partnership Program
Pierre, South Dakota

Management is responsible for the accompanying financial statements of South Dakota Economic Development Partnership Program as of October 31, 2018, and the related statements of revenues, expenses and changes in net assets and cash flows for the four 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.

The supplementary information contained on pages 5 and 6 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to South Dakota Economic Development Partnership Program.

Clausen & Rice, LLP

Pierre, South Dakota
November 30, 2018

**SOUTH DAKOTA ECONOMIC
DEVELOPMENT PARTNERSHIP PROGRAM
STATEMENT OF NET ASSETS**

October 31, 2018

See Accountant's Compilation Report

ASSETS

Cash and Investments-Unrestricted	\$234,245
Cash and Investments-Designated for Approved Loans	441,276
	<hr/>
Total Cash and Investments	\$675,521
Investment Income Receivable	0
	<hr/>
	0
TOTAL ASSETS	\$675,521
	<hr/> <hr/>

LIABILITIES

	<hr/>
	\$0
TOTAL LIABILITIES	\$0
	<hr/> <hr/>

NET POSITION

Unrestricted	<hr/>
	675,521
TOTAL NET POSITION	\$675,521
	<hr/> <hr/>
TOTAL LIABILITIES AND NET POSITION	\$675,521
	<hr/> <hr/>

SOUTH DAKOTA ECONOMIC

DEVELOPMENT PARTNERSHIP PROGRAM

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
OPERATING REVENUE		
Investment Income	0	14,739
Transfer In - Building South Dakota	0	0
LESS OPERATING EXPENSES		
Administrative Expenses	0	0
Grants and Subsidies	<u>25,958</u>	<u>68,224</u>
NET INCOME (LOSS) FROM OPERATIONS	(\$25,958)	(\$53,485)
NONOPERATING REVENUE		
Reclamation of Grants	0	0
CHANGE IN NET POSITION	<u>(\$25,958)</u>	<u>(\$53,485)</u>
NET POSITION, BEGINNING	701,479	729,006
Prior period Adjustment	<u>0</u>	<u>0</u>
NET POSITION, ENDING	<u><u>\$675,521</u></u>	<u><u>\$675,521</u></u>

**SOUTH DAKOTA ECONOMIC
DEVELOPMENT PARTNERSHIP PROGRAM**

STATEMENT OF CASH FLOWS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Position	(\$25,958)	(\$53,485)
Adjustments to Reconcile Net Income to Net Cash provided from (used in) Operating Activities:		
(Increase) Decrease in Investment Income Receivable	0	0
	(\$25,958)	(\$53,485)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Prior Period Adjustment	0	0
	0	0
NET INCREASE IN CASH AND INVESTMENTS	(\$25,958)	(\$53,485)
CASH AND INVESTMENTS - BEGINNING	701,479	729,006
CASH AND INVESTMENTS - ENDING	\$675,521	\$675,521

**SOUTH DAKOTA ECONOMIC
DEVELOPMENT PARTNERSHIP PROGRAM**

LOAN INFORMATION - EDPP

For the Month Ending October 31, 2018

See Accountant's Compilation Report

CASH & INVESTMENTS BALANCE

Fund Cash and Investments Balance	9/30/2018	\$701,479.13
Plus: Investment Council Interest		\$0.00
Planning District Contract Refund-LIIP		\$0.00
Less:		
Belle Fourche Dev. Corp.		(\$16,902.00)
Wagner Area Growth, Inc.		(\$9,056.00)

Dedicated Fund Cash and Investments Balance	10/31/2018	\$675,521.13
---	------------	--------------

CASH & INVESTMENTS BALANCE APPROVED, NOT ADVANCED

RESTRICTED

<u>Company Name</u>	<u>Approval Date</u>	<u>Amount Remaining</u>	
Belle Fourche Development Corp.	9/11/2013 ~	0.00	\$79,495 Authorized
*Moved \$23,505 to uncommitted balance on 12/9/14			\$79,495 Disbursed
Arlington Community Development Corp.	10/8/2013	16,603.34	\$88,310 Authorized
*Approved \$33,310 increase on 12/9/14			\$71,707 Disbursed
Southern Hills Economic Development Corp.	9/11/2013	7,117.59	\$56,900 Authorized
			\$49,782 Disbursed
De Smet Development Corp.	10/8/2013	3,287.90	\$42,820 Authorized
*Moved \$9,941 to uncommitted balance on 12/9/14			\$29,592 Disbursed
Faulkton Area Economic Development Corp.	12/10/2013	0.00	\$52,220 Authorized
			\$52,220 Disbursed
Lake Francis Case Development Corp.	12/10/2013	7,811.50	\$62,275 Authorized
			\$54,464 Disbursed
Mitchell Area Dev. Corp.	6/10/2014	13,950.20	\$139,502 Authorized
			\$125,552 Disbursed
Aberdeen Development Corporation	12/9/2014	15,054.20	\$150,542 Authorized
			\$135,488 Disbursed
City of Kimball	12/9/2014	4,000.00	\$40,000 Authorized
			\$36,000 Disbursed

Wagner Area Growth, Inc.	12/9/2014	0.00	\$78,000 Authorized
			\$78,000 Disbursed
Yankton Area Progressive Growth (IEDC Basic Course)	3/9/2015	42,484.10	\$141,614 Authorized
City of Wall	6/2/2015	48,598.00	\$99,130 Disbursed
			\$125,496 Authorized
			\$76,898 Disbursed
Zeal Center for Entrepreneurship (Prev. South Dakota Business Tech. Center)	6/2/2015	28,655.46	\$95,518 Authorized
Viborg Economic Development Corporation	12/8/2015	12,457.65	\$66,863 Disbursed
			\$41,526 Authorized
			\$29,068 Disbursed
Brookings Economic Development Corporation	3/8/2016	13,300.00	\$133,000 Authorized
			\$119,700 Disbursed
Centerville Economic Development Corporation	3/8/2016	7,804.00	\$13,006 Authorized
			\$5,202 Disbursed
Sioux Falls Development Foundation	6/14/2016	147,515.26	\$280,982 Authorized
			\$133,467 Disbursed
Greater Rapid City Area EDC	6/14/2016	72,637.00	\$154,987 Authorized
			\$82,350 Disbursed

441,276.20

UNRESTRICTED

Total Cash and Investments	\$675,521.13
Less Cash and Investments-Restricted for Approved Loans/Grants	\$441,276.20
Total Unrestricted Cash and Investments	<u>\$234,244.93</u>

**SOUTH DAKOTA LOCAL
INFRASTRUCTURE IMPROVEMENT PROGRAM
FINANCIAL REPORT
(Compiled)
October 31, 2018**

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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 Governor's Office of Economic Development
South Dakota Local Infrastructure Improvement Program
Pierre, South Dakota

Management is responsible for the accompanying financial statements of South Dakota Local Infrastructure Improvement Program as of October 31, 2018, and the related statements of revenues, expenses and changes in net assets and cash flows for the four 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.

The supplementary information contained on pages 5 and 6 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to South Dakota Local Infrastructure Improvement Program.

Clausen & Rice, LLP

Pierre, South Dakota
November 30, 2018

**SOUTH DAKOTA LOCAL
INFRASTRUCTURE IMPROVEMENT PROGRAM
STATEMENT OF NET ASSETS**

October 31, 2018

See Accountant's Compilation Report

ASSETS

Cash and Investments-Unrestricted	\$1,746,617
Cash and Investments-Designated for Approved Grants	4,989,414
	<hr/>
Total Cash and Investments	\$6,736,031
Investment Income Receivable	0
	<hr/>
TOTAL ASSETS	<u><u>\$6,736,031</u></u>

LIABILITIES

	<hr/>
	\$0
	<hr/>
TOTAL LIABILITIES	<u><u>\$0</u></u>

NET POSITION

Unrestricted	<hr/>
	6,736,031
	<hr/>
TOTAL NET POSITION	<u><u>\$6,736,031</u></u>
	<hr/>
TOTAL LIABILITIES AND NET POSITION	<u><u>\$6,736,031</u></u>

SOUTH DAKOTA LOCAL

INFRASTRUCTURE IMPROVEMENT PROGRAM

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
OPERATING REVENUE		
Investment Income	0	76,986
Transfer In - Building South Dakota	0	1,470,000
LESS OPERATING EXPENSES		
Administrative Expenses	0	0
Other Expenses	0	0
Grants and Subsidies	29,209	506,137
NET INCOME (LOSS) FROM OPERATIONS	(\$29,209)	\$1,040,849
NONOPERATING REVENUE		
Reclamation of Grants	0	0
CHANGE IN NET POSITION	(\$29,209)	\$1,040,849
NET POSITION, BEGINNING	6,765,240	5,695,182
Prior period Adjustment	0	0
NET POSITION, ENDING	<u>\$6,736,031</u>	<u>\$6,736,031</u>

**SOUTH DAKOTA LOCAL
INFRASTRUCTURE IMPROVEMENT PROGRAM**

STATEMENT OF CASH FLOWS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Position	(\$29,209)	\$1,040,849
Adjustments to Reconcile Net Income to		
Net Cash provided from (used in) Operating Activities:		
(Increase) Decrease in Investment		
Income Receivable	0	0
	<hr/>	<hr/>
Net Cash provided from (used in) Operating Activities	(\$29,209)	\$1,040,849
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Prior Period Adjustment	0	0
	<hr/>	<hr/>
NET INCREASE IN CASH AND INVESTMENTS	(\$29,209)	\$1,040,849
CASH AND INVESTMENTS - BEGINNING	<u>6,765,240</u>	<u>5,695,182</u>
CASH AND INVESTMENTS - ENDING	<u><u>\$6,736,031</u></u>	<u><u>\$6,736,031</u></u>

**SOUTH DAKOTA LOCAL
INFRASTRUCTURE IMPROVEMENT PROGRAM**

LOAN INFORMATION

For the Month Ending October 31, 2018

See Accountant's Compilation Report

CASH & INVESTMENTS BALANCE

Fund Cash and Investments Balance	9/30/2018	\$6,765,239.92
Plus: Investment Council Interest		\$0.00
Building South Dakota		\$0.00
Administrative Expenses		
Less:		
White Rock Township		(\$4,208.73)
First District Association of Local Governors		(\$6,250.00)
Northeast Council of Governments		(\$6,250.00)
South Eastern Council of Governments		(\$6,250.00)
Black Hills Councils of Local Governments		(\$6,250.00)
Cash and Investments Balance	10/31/2018	\$6,736,031.19

CASH & INVESTMENTS BALANCE APPROVED, NOT ADVANCED

RESTRICTED

<u>Company Name</u>	<u>Approval Date</u>	<u>Amount Remaining</u>	
Sully County	12/8/2015	100,000	\$400,000 Authorized \$300,000 Disbursed
Arlington Community Development Corporation *Decreased to \$375,000 on 3/14/17	3/8/2016	93,750	\$375,000 Authorized \$281,250 Disbursed
Rosebud Economic Development Corporation	3/8/2016	230,573	\$230,573 Authorized \$0 Disbursed
Faulkton Area Economic Development Corporation	6/14/2016	96,000	\$384,000 Authorized \$288,000 Disbursed
Lincoln County	12/13/2016	300,000	\$300,000 Authorized \$0 Disbursed

Brown County	3/14/2017	308,500	\$308,500 Authorized \$0 Disbursed
Greater Huron Devp. Corp.	3/14/2017	150,000	\$600,000 Authorized \$450,000 Disbursed
Grovena Township	3/14/2017	166,948	\$250,000 Authorized \$83,052 Disbursed
Sioux Falls Development Corp	6/13/2017	0	\$200,000 Authorized \$200,000 Disbursed
City of Elk Piont	6/13/2017	200,000	\$200,000 Authorized \$0 Disbursed
City of Volga	6/13/2017	500,000	\$500,000 Authorized \$0 Disbursed
Four Bands Community Fund	6/13/2017	42,500	\$170,000 Authorized \$127,500 Disbursed
City of Box Elder	9/12/2017	379,000	\$379,000 Authorized \$0 Disbursed
City of Beresford	12/12/2017	317,000	\$317,000 Authorized \$0 Disbursed
City of Mitchell	12/12/2017	200,000	\$200,000 Authorized \$0 Disbursed
City of North Sioux City	3/13/2018	250,000	\$250,000 Authorized \$0 Disbursed
City of Aurora	3/13/2018	50,000	\$50,000 Authorized \$0 Disbursed
Edmunds County	6/12/2018	375,000	\$375,000 Authorized \$0 Disbursed
White Rock Township	6/12/2018	8,165	\$25,000 Authorized \$16,835 Disbursed
Bryant Area Improvement, Inc.	9/13/2018	267,000	\$267,000 Authorized \$0 Disbursed
City of Colman	9/13/2018	454,978	\$454,978 Authorized \$0 Disbursed
City of Garretson	9/13/2018	500,000	\$500,000 Authorized \$0 Disbursed

\$4,989,414

UNRESTRICTED

Total Cash and Investments	\$6,736,031.19
Less Cash and Investments-Restricted for Approved Grants	\$4,989,414.00
Total Unrestricted Cash and Investments	<u>\$1,746,617.19</u>

SOUTH DAKOTA
REINVESTMENT PAYMENT PROGRAM
FINANCIAL REPORT
(Compiled)
October 31, 2018

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John E. Clausen, CPA

johnclauscn.cpa@midconetwork.com

Daniel T. Rice, CPA

danrice.cpa@midconetwork.com

Accountant's Compilation Report

To the Governor's Office of Economic Development
South Dakota Reinvestment Payment Program
Pierre, South Dakota

Management is responsible for the accompanying financial statements of South Dakota Reinvestment Payment Program as of October 31, 2018, and the related statements of revenues, expenses and changes in net assets and cash flows for the four 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.

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We are not independent with respect to South Dakota Reinvestment Payment Program.

Clausen & Rice, LLP

Pierre, South Dakota
November 30, 2018

SOUTH DAKOTA
REINVESTMENT PAYMENT PROGRAM
STATEMENT OF NET ASSETS

October 31, 2018

See Accountant's Compilation Report

ASSETS

Cash and Investments-Unrestricted	\$0
Cash and Investments-Designated for Approved Loans	0
	<hr/>
Total Cash and Investments	\$0
Investment Income Receivable	0
	<hr/>
	0
TOTAL ASSETS	\$0
	<hr/> <hr/>

LIABILITIES

	<hr/>
	\$0
TOTAL LIABILITIES	\$0
	<hr/> <hr/>

NET POSITION

Unrestricted	<hr/>
	0
TOTAL NET POSITION	\$0
	<hr/> <hr/>
TOTAL LIABILITIES AND NET POSITION	\$0
	<hr/> <hr/>

SOUTH DAKOTA

REINVESTMENT PAYMENT PROGRAM

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
OPERATING REVENUE		
Investment Income	\$0	\$0
Transfer in - RPP	0	0
LESS OPERATING EXPENSES		
Administrative Expenses	0	0
Other Expenses	0	0
Grants and Subsidies	0	0
NET INCOME (LOSS) FROM OPERATIONS	<u>\$0</u>	<u>\$0</u>
NONOPERATING REVENUE		
Reclamation of Grants	0	0
CHANGE IN NET POSITION	<u>\$0</u>	<u>\$0</u>
NET POSITION, BEGINNING	0	0
Prior period Adjustment	0	0
NET POSITION, ENDING	<u><u>\$0</u></u>	<u><u>\$0</u></u>

SOUTH DAKOTA
REINVESTMENT PAYMENT PROGRAM
STATEMENT OF CASH FLOWS

For the Month Ending October 31, 2018

See Accountant's Compilation Report

	<u>Current Period</u>	<u>Year to Date</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Position	\$0	\$0
Adjustments to Reconcile Net Income to		
Net Cash provided from (used in) Operating Activities:		
(Increase) Decrease in Investment		
Income Receivable	0	0
	<hr/>	<hr/>
Net Cash provided from (used in) Operating Activities	\$0	\$0
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Prior Period Adjustment	0	0
	<hr/>	<hr/>
NET INCREASE IN CASH AND INVESTMENTS	\$0	\$0
CASH AND INVESTMENTS - BEGINNING	0	0
	<hr/>	<hr/>
CASH AND INVESTMENTS - ENDING	\$0	\$0
	<hr/> <hr/>	<hr/> <hr/>

SOUTH DAKOTA

REINVESTMENT PAYMENT PROGRAM

LOAN INFORMATION

For the Month Ending October 31, 2018

See Accountant's Compilation Report

CASH & INVESTMENTS BALANCE

Fund Cash and Investments Balance	9/30/2018	\$0
Plus: Investment Council Interest		0
Transfer from Department of Revenue		0
Less:		0
		0
Dedicated Fund Cash and Investments Balance	10/31/2018	\$0

CASH & INVESTMENTS BALANCE APPROVED, NOT ADVANCED

RESTRICTED

<u>Company Name</u>	<u>Approval Date</u>	<u>Amount Remaining</u>	
Day County Wind II, LLC	8/12/2014	4,419,600	\$4,419,600 Authorized \$0 Disbursed
3M Brookings - Project #2	10/3/2014	1,323,960	\$1,323,960 Authorized \$0 Disbursed
Ring-Neck Energy & Feed, LLC	10/13/2015	1,997,738	\$1,997,738 Authorized \$0 Disbursed
*Approved \$813,893 increase on 4/12/16 GCC Dacotah, Inc.	3/8/2016	1,602,210	\$1,602,210 Authorized \$0 Disbursed
Royal Canin US	12/13/2016	638,500	\$638,500 Authorized \$0 Disbursed
Ag Processing Inc a Cooperative	12/13/2016	5,925,000	\$5,925,000 Authorized \$0 Disbursed
Ottertail Power Company	2/14/2017	4,720,500	\$4,720,500 Authorized \$0 Disbursed
SD Sun, LLC	5/9/2017	742,797	\$742,797 Authorized \$0 Disbursed
SD Sun II, LLC	5/9/2017	742,797	\$742,797 Authorized \$0 Disbursed
Win Chill, LLC	6/13/2017	0	\$360,000 Authorized \$360,000 Disbursed
Agropur, Inc.	8/8/2017	7,254,497	\$7,254,497 Authorized \$0 Disbursed
Northern State Power Company	11/14/2017	8,187,266	\$8,187,266 Authorized \$0 Disbursed
Poet biorefining, LLC	11/14/2017	78,500	\$78,500 Authorized \$0 Disbursed
Farmers Union Industries, LLC	2/13/2018	400,000	\$400,000 Authorized \$0 Disbursed
Hybrid Turkeys, LLC	2/13/2018	270,000	\$270,000 Authorized \$0 Disbursed
Prairie AquaTech Manufacturing, LLC	4/10/2018	748,935	\$748,935 Authorized \$0 Disbursed
Prevailing Wind Park, LLC	6/12/2018 & 9/13/18	6,193,646	\$6,193,646 Authorized \$0 Disbursed
Willow Creek Wind Power, LLC	6/12/2018	3,800,250	\$3,800,250 Authorized \$0 Disbursed

Applied Engineering, Inc.	7/10/2018	121,832	\$121,832 Authorized \$0 Disbursed
Crocker Wind Farm, LLC	7/10/2018	7,875,000	\$7,875,000 Authorized \$0 Disbursed
Graco Minnesota, Inc.	7/10/2018	337,500	\$337,500 Authorized \$0 Disbursed
Intrinsic Materials Corp.	8/14/2018	107,730	\$107,730 Authorized \$0 Disbursed
3M Aberdeen	8/14/2018	123,480	\$123,480 Authorized \$0 Disbursed
Terex South Dakota, Inc.	9/13/2018	2,483,445	\$2,483,445 Authorized \$0 Disbursed
Phillip Wind Partners, LLC	10/25/2018	6,000,000	\$6,000,000 Authorized \$0 Disbursed

\$66,095,183

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**Board of Economic Development
December 11, 2018**

BILLS REQUIRING APPROVAL FOR PAYMENT

Department of Legislative Audit	\$6,487.00	REDI Audit
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N289110009
November 16, 2018

For the audit of the fiscal affairs of the REDI Fund
for the period ended June 30, 2018.

Audit Services:

Total Hours: 95.5 hours

Non-billable General Fund: 0.0 hours

and 95.5 hours billable at the following rates:

36.5 hours at the Fiscal 2018 rate of	\$67.00 per hour	\$2,445.50
<u>59.0 hours at the Fiscal 2019 rate of</u>	<u>\$68.50 per hour</u>	<u>\$4,041.50</u>
95.5		\$6,487.00

Cost Center Breakdown:

Other Programs	<u>95.5 hours</u>	<u>\$6,487.00</u>
	95.5 hours	\$6,487.00

